

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name	County
Fiscal Year End	Opinion Date	Date Audit Report Submitted to State	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

YES
NO

Check each applicable box below. (See instructions for further detail.)

1. ☐ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☐ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☐ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☐ ☐ The local unit has adopted a budget for all required funds.
5. ☐ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☐ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☐ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☐ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☐ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☐ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☐ ☐ The local unit is free of repeated comments from previous years.
12. ☐ ☐ The audit opinion is UNQUALIFIED.
13. ☐ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☐ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☐ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)		
Financial Statements	<input type="checkbox"/>			
The letter of Comments and Recommendations	<input type="checkbox"/>			
Other (Describe)	<input type="checkbox"/>			
Certified Public Accountant (Firm Name)		Telephone Number		
Street Address		City	State	Zip
Authorizing CPA Signature	Printed Name		License Number	

CHARTER TOWNSHIP OF SPRINGFIELD

REPORT ON AUDIT OF
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2006

CHARTER TOWNSHIP OF SPRINGFIELD

TOWNSHIP OFFICIALS

Supervisor – Collin Walls
Clerk - Nancy Strole
Treasurer – Jamie Dubre

BOARD OF TRUSTEES

Jamie Dubre
Mark Cooper
David Hopper
Roger Lamont
Nancy Strole
Dennis Vallad
Collin Walls

LEGAL COUNSEL

Adkison, Need & Allen, P.L.L.C.

TOWNSHIP AUDITORS

Pfeffer, Hanniford & Palka
Certified Public Accountants

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PFEFFER ■ HANNIFORD ■ PALKA
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March 16, 2007

Board of Trustees
Charter Township of Springfield
12000 Davisburg Road
Davisburg, Michigan 48350

INDEPENDENT AUDITORS' REPORT

Honorable Board of Trustees:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information including the discretely presented component units of the Charter Township of Springfield as of and for the year ended December 31, 2006, which collectively comprise Charter Township of Springfield's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Charter Township of Springfield's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information including the discretely presented component units of the Charter Township of Springfield as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information on pages 8 through 13 and 40 through 43 are not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Charter Township of Springfield's basic financial statements. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information, such as the combining statements and individual fund statements, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants

MANAGEMENT
DISCUSSION
AND
ANALYSIS

Management Discussion and Analysis December 31, 2006

Within this section of the Charter Township of Springfield's annual financial report, we are providing a narrative discussion and analysis of the financial activities of the Township for the fiscal year ended December 31, 2006. This narrative discusses and analyzes the activity within the context of the accompanying financial statements and disclosures following this section. The discussion focuses on the Township's primary functions and, unless otherwise noted, component units reported separately from the primary government are not included.

Overview of the Financial Statements

The Management's Discussion and Analysis introduces the Township's basic financial statements. The basic financial statements include government-wide financial statements, fund financial statements, and notes to the financial statements. The Township also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The Township's annual reports include two government-wide financial statements. These statements provide both long-term and short-term information about the Township's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the Statement of Net Assets. This is the Township-wide statement of position presenting information that includes all the Township's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Township as a whole is improving or deteriorating. The Capital Assets (land, buildings, equipment, etc.) are reported at original cost less depreciation and therefore this figure does not necessarily reflect Market Value.

The second government-wide statement is the Statement of Activities which reports how the Township's net assets changed during the current fiscal year. The design of this statement is to show the financial reliance of the Township's distinct activities or functions on the revenues generated by the Township.

Governmental activities include such activities as general government, fire, police, parks, building and planning departments. Fiduciary activities such as tax collection are not included in the government-wide statements since these assets are not available to fund Township programs.

The Township's financial reporting includes all the funds the Township Board is responsible for and, additionally, funds which the Township handles but are not under the control or jurisdiction of the Township Board (component units). Parks and Recreation is not shown as a "Component Unit" because they receive the majority of their funding from the General Fund and State Law requires their budgets and budget amendments to be approved by the Township Board.

Fund Financial Statements

A fund is an accountability unit used to segregate resources for specific activities or objectives. The Township uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Township's most significant funds rather than the Township as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the combining statements later in this report.

The Township has two kinds of funds:

Governmental funds such as General Fund, Fire Fund, Police Fund and others are reported in the financial statements. These statements report short-term fiscal conditions focusing on the use of spendable resources and balances of these resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. Since the focus of the government-wide financial statements includes a long-term view, a reconciliation of these fund balances has been completed to detail its relation to net assets.

Fiduciary funds such as the tax fund are reported in the fiduciary fund financial statements, but are excluded from the government-wide statements. Fiduciary fund financial statements report resources that are not available to fund Township activities.

Notes to the financial statements

The accompanying notes to the financial statements provide information to assist with a full understanding of both the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Other supplementary information includes detail by fund for receivables, payables, transfers, and payments within the reporting entity.

Major funds are reported in the basic financial statements as discussed. Combining, individual statements and schedules for non-major funds are presented in a subsequent section of this report.

Financial Analysis of the Township as a Whole

The Township had implemented the new financial reporting model used in this report beginning with the fiscal year ended December 31, 2004. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the Township as a whole.

Under GASB 34 the assets of Springfield Township exceed its liabilities at the close of the fiscal year by \$8,891,309. Of this amount, \$4,376,385 is not invested in Capital Assets and may be used to meet the township's ongoing obligations.

As of the close of the current fiscal year under governmental fund accounting the Township's governmental funds reported combined ending fund balances of \$4,195,288, an increase of \$283,440 in comparison with the prior year. Approximately 74% of the total amount, \$3,104,530 is available for spending at the township's discretion (unreserved fund balance).

At the end of the current fiscal year under accounting standards prior to GASB 34, unreserved fund balances were; General Fund - \$968,126 Fire Fund - \$1,228,604 Police Fund - \$391,197 Parks and Shiawassee Funds - \$226,312.

The following tables provide a summary of the Township's financial activities and changes in net assets:

Summary of Net Assets

	Governmental Activities			Component Unit-Library			Component Unit-Lake Boards		
	12/31/06	12/31/05	Increase (Decrease)	12/31/06	12/31/05	Increase (Decrease)	12/31/06	12/31/05	Increase (Decrease)
Current and other assets	\$ 7,588,580	\$ 6,978,419	\$ 610,161	\$ 645,024	\$ 287,069	\$ 357,955	\$ 589,528	\$ 545,796	\$ 43,732
Capital assets, net of depreciation	8,449,924	8,439,036	10,888						
Total assets	16,038,504	15,417,455	621,049	645,024	287,069	357,955	589,528	545,796	43,732
Other liabilities	3,212,195	3,055,820	156,375	623,235	265,882	357,353	4,366	2,376	1,990
Long-term liabilities	3,935,000	3,985,000	(50,000)				116,666	133,333	(16,667)
Total liabilities	7,147,195	7,040,820	106,375	623,235	265,882	357,353	121,032	135,709	(14,677)
Net assets:									
Invested in capital assets, net of related debt	4,514,924	4,454,036	60,888						
Unrestricted	4,376,385	3,922,599	453,786	21,789	21,187	602	468,496	410,087	58,409
Total net assets	\$ 8,891,309	\$ 8,376,635	\$ 514,674	\$ 21,789	\$ 21,187	\$ 602	\$ 468,496	\$ 410,087	\$ 58,409

Notes:

1. Although books periodicals and other materials in the Library have an estimated replacement cost of over \$100,000 they are not listed as an asset because the township Library Board has adopted a capitalization policy of individual items costing under \$10,000 are not capitalized.
2. The Civic Center is reported as a Capital Asset as a Governmental Activity. Even though no division of the asset has been made for this audit report a major portion of the asset includes the Library Facility, furniture and equipment because it was part of the original construction project.

Summary of Changes in Net Assets

	Governmental Activities		Increase (Decrease)
	12-31-06	12-31-05	
Revenues			
Program revenues			
Charges for services	\$ 441,282	\$ 730,452	\$ (289,170)
Capital grants and contributions	105,261	66,153	39,108
Operating grants and contributions			
General revenues			
Special assessments	23,992		23,992
State shared revenues	909,422	906,380	3,042
Property taxes	2,921,496	2,664,828	256,668
Interest income	267,437	163,019	104,418
Other revenues	278,910	234,570	44,340
Gain (loss) on sale of capital assets		(8,154)	8,154
Total revenues	<u>4,947,800</u>	<u>4,757,248</u>	<u>190,552</u>
Expenses			
General government	1,629,195	1,953,305	(324,110)
Library			
Fire protection	513,858	494,210	19,648
Police protection	1,352,314	1,210,013	142,301
Parks and recreation	500,720	515,428	(14,708)
Public works	210,853	213,579	(2,726)
Interest on long-term debt	211,186	246,286	(35,100)
Lake boards			
Total expenses	<u>4,418,126</u>	<u>4,632,821</u>	<u>(214,695)</u>
Transfers	<u>(15,000)</u>	<u>(15,000)</u>	
Change in net assets	514,674	109,427	405,247
Beginning net assets	8,376,635	8,267,208	109,427
Adjustment			
Ending net assets	<u>\$ 8,891,309</u>	<u>\$ 8,376,635</u>	<u>\$ 514,674</u>

Component Unit Library		
12-31-06	12-31-05	Increase (Decrease)
\$ 16,199	\$ 15,925	\$ 274
14,066	2,710	11,356
10,281	12,246	(1,965)
264,245	248,125	16,120
5,479	3,731	1,748
20,960	18,024	2,936
<u>331,230</u>	<u>300,761</u>	<u>30,469</u>
345,628	315,569	30,059
<u>345,628</u>	<u>315,569</u>	<u>30,059</u>
<u>15,000</u>	<u>15,000</u>	
602	192	410
21,187	20,995	192
<u>\$ 21,789</u>	<u>\$ 21,187</u>	<u>\$ 602</u>

Component Unit-Lake Boards		
12-31-06	12-31-05	Increase (Decrease)
\$	\$	\$
187,969		187,969
21,124	19,861	1,263
200		200
<u>209,293</u>	<u>19,861</u>	<u>189,432</u>
150,884	308,117	(157,233)
<u>150,884</u>	<u>308,117</u>	<u>(157,233)</u>
58,409	(288,256)	346,665
410,087	853,356	(443,269)
	(155,013)	155,013
<u>\$ 468,496</u>	<u>\$ 410,087</u>	<u>\$ 58,409</u>

Component Units

Due to its autonomous nature, the Library Fund is reported as a separate component unit within the Charter Township of Springfield's financial statements.

Due to their autonomous nature, the Lake Boards within the Township are combined as a separate component unit within the Charter Township of Springfield's financial statements.

See Footnote #2 regarding the component units for more detail.

Financial Analysis of the Township's Funds

The Township has 4 major funds for the year ended December 31, 2006. These funds include:

- General Fund
- Fire Fund
- Police Fund
- Civic Center Fund

The General Fund's fund balance decreased \$(63,456) during the year. This is due entirely to the poor economic conditions in Michigan. The General Fund also made \$532,223 of operating transfers to help fund the operations of other funds, mostly the Park and Recreation Fund of \$426,000.

The Fire Fund's fund balance increased over \$318,000. This was mostly due to the intent of the Township Board saving for expansion of Fire Station No.2.

The Police Fund has very little activity because its sole function is paying for contracted police protection.

The Civic Center had a decrease in equity of \$24,399 mostly due to upfront costs of a bond refunding/refinance.

General Fund Budgetary Highlights

The Township adopted its budget two months before the beginning of the fiscal year. Amendments were made during the year to adjust for changes. Budget appropriations were not exceeded by actual expenditures.

Capital Asset and Debt Administration

The Township paid \$170,000 of principal and \$196,814 of interest to repay the original Civic Center construction bond. The Township issued \$3,140,000 of refunding bonds during the year ended December 31, 2006. The Township used these bonds to advance refund \$3,020,000 of bonds previously issued to construct the Civic Center building. The interest rate on the newly issued refunding bonds is 3.900% as opposed to the previous bonds whose rates ranged from 4.875% to 5.125%. The refunding transaction reduced total debt service payments by nearly \$230,000.

The Township deems all capital purchases of \$10,000 or greater as capital assets. During the year, total capital asset acquisitions totaled \$438,719. Capital purchases included \$33,828 for construction in progress related to the Fire Station No. 2; \$255,953 for replacement and expansion of parking/sidewalks and sign at the Civic Center, and \$148,938 for park's building improvements.

Economic Conditions and Future Activities

Economic conditions in Springfield Township like most other areas of the State are impacted significantly by the very poor economic condition of the State of Michigan despite the fact that we are located within Oakland County. The Township tax base had been stable and increasing but 2006 saw a drastic reduction in the number of new residential permits and applications for new commercial and industrial development. The reduction in number of new development plans and reduction in applications for new construction during late 2005 and 2006 resulted in layoffs in both the Planning and Building Department staffs and reduction in Building Department hours in an attempt to reduce expenses in compensation for the lack of activity. We anticipate no real improvement in the economic climate especially in new construction over the next year. Michigan's economy and the overall financial condition of the State is extremely discouraging. As a result the Township anticipates decreasing levels of State Shared Revenue, decrease in Taxable Value and property tax revenue. We will need to continue to explore cost reduction opportunities and practice conservative financial management.

In the past State Shared Revenue has been a major portion of our General Fund receipts. In 2001 we received \$1,143,518 in State Shared Revenue. By the end of 2006 our state shared revenue has been reduced to just over \$909,000. That reduction of over \$234,518 during a five (5) year period was anticipated. During that same five (5) year period the General Fund Property Tax Revenue only increased \$181,122 from \$480,300 to \$661,422.

The combination of projected further reductions in State Shared Revenue with no anticipated significant increase in development and new tax base over the next couple of years requires the Township to continue it's historical, conservative approach to budgeting. The Township has sufficient Fund Balance in the Fire Fund to maintain current levels of service plus expand and equip Fire Station No. 2. Police Fund reserves are sufficient to maintain current levels of service on the short term. Our current contract with the Sheriff Department expires at the end of 2008 which make planning beyond the short term very difficult. The unallocated reserves in the Township's General Fund, although within generally acceptable guidelines, have fallen below the historical goal of the Township to maintain at least six (6) months operations funds in reserve. The impact of the reduction in revenue combined with the reduction in reserves is reflected within the financial statements. Staff reductions, employee benefit reductions and other cost saving measures have already been implemented by the Township Board. The Township must continue to explore intergovernmental cooperation, improved operating efficiencies, opportunities for cost reduction and new revenue if we wish to maintain current levels of service.

Contacting the Township's Financial Management

This report is designed to provide a general overview of the Township's financial position and comply with finance-related recommendations. If you have any further questions about this report or request additional information please contact the Charter Township of Springfield at 12000 Davisburg Rd., Davisburg, Michigan, 48350.

BASIC
FINANCIAL STATEMENTS

GOVERNMENT - WIDE
FINANCIAL STATEMENTS

CHARTER TOWNSHIP OF SPRINGFIELD
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

	Governmental Activities	Component Unit Library	Component Unit Lake Boards
ASSETS			
Cash and cash equivalents	\$ 4,217,344	\$ 99,073	\$ 200,854
Receivables			
Special assessments	11,814		178,033
Taxes	2,454,336	500,076	188,032
Intergovernmental	312,275	45,875	22,609
State shared revenues	300,549		
Accounts receivable - other	107,832		
Prepaid expenses	17,935		
Unamortized bond issuance costs and deferred amount	166,495		
Capital assets			
Land	1,244,028		
Buildings and improvements	7,955,555		
Vehicles and equipment	1,269,067		
Construction in progress	40,504		
Less: accumulated depreciation	(2,059,230)		
Total assets	16,038,504	645,024	589,528
LIABILITIES			
Accounts payable - trade	161,854	1,903	4,366
Accounts payable - intergovernmental			
Deferred revenues	3,050,341	621,332	
Contract payable			
Current			16,666
Non-current			100,000
Bonds payable			
Current	220,000		
Non current	3,715,000		
Total liabilities	7,147,195	623,235	121,032
NET ASSETS			
Invested in capital assets, net of related debt	4,514,924		
Unrestricted	4,376,385	21,789	468,496
Total net assets	\$ 8,891,309	\$ 21,789	\$ 468,496

The notes are an integral part of the financial statements.

CHARTER TOWNSHIP OF SPRINGFIELD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Functions/Programs	Expenses	Programs Revenues			Net (Expenses) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Component Unit Library	Component Unit Lake Boards
GOVERNMENTAL ACTIVITIES							
General government	\$ (1,629,195)	\$ 150,774	\$ 70,206	\$	\$ (1,408,215)	\$	\$
Fire protection	(513,858)	46,246			(467,612)		
Police protection	(1,352,314)	13,422			(1,338,892)		
Parks and recreation	(500,720)	227,633	24,380		(248,707)		
Public works	(210,853)	3,207	10,675		(196,971)		
Interest on long-term debt	(211,186)				(211,186)		
Total governmental activities	<u>\$ (4,418,126)</u>	<u>\$ 441,282</u>	<u>\$ 105,261</u>	<u>\$</u>	<u>(3,871,583)</u>		
Component Units							
Library	(345,628)	16,199	14,066			(315,363)	
Lake boards	<u>(150,884)</u>						<u>(150,884)</u>
Total component units	<u>\$ (496,512)</u>	<u>\$ 16,199</u>	<u>\$ 14,066</u>	<u>\$</u>		<u>(315,363)</u>	<u>(150,884)</u>
General revenues							
Property taxes					2,921,496	264,245	
Special assessments					23,992		187,969
State shared revenues					909,422	10,281	
Investment earnings					267,437	5,479	21,124
Penal fines						20,864	
Cable royalties					145,829		
Rental income					58,999		
Other income					74,082	96	200
Total general revenues					<u>4,401,257</u>	<u>300,965</u>	<u>209,293</u>
Transfers					<u>(15,000)</u>	<u>15,000</u>	
Changes in net assets					514,674	602	58,409
Net assets, January 1, 2006					<u>8,376,635</u>	<u>21,187</u>	<u>410,087</u>
Net assets, December 31, 2006					<u>\$ 8,891,309</u>	<u>\$ 21,789</u>	<u>\$ 468,496</u>

The notes are an integral part of the financial statements.

PFEFFER, HANNIFORD & PALKA

Certified Public Accountants

FUND
FINANCIAL STATEMENTS

CHARTER TOWNSHIP OF SPRINGFIELD
BALANCE SHEET
GOVERNMENTAL FUNDS AND COMPONENT UNITS
DECEMBER 31, 2006

	General Fund	Fire Fund	Police Fund	Civic Center	Other Non-major Funds	Totals	Component Units	
							Library Fund	Lake Board Funds
<u>ASSETS</u>								
ASSETS								
Cash and cash equivalents	\$ 1,405,546	\$ 1,544,912	\$ 664,126	\$ 44,695	\$ 558,065	\$ 4,217,344	\$ 99,073	\$ 200,854
Receivables								
Taxes receivable	542,438	486,283	1,119,680	305,935		2,454,336	500,076	
Special assessments					11,814	11,814		366,065
State shared revenues	300,549					300,549		
Accounts receivable - other	53,719				19,483	73,202		
Accrued receivable fire runs		34,630				34,630		
Due from other funds	157,884	77,754	110,552	30,206	4,888	381,284	49,375	22,609
Prepaid expenditures	17,935					17,935		
Total assets	<u>\$ 2,478,071</u>	<u>\$ 2,143,579</u>	<u>\$ 1,894,358</u>	<u>\$ 380,836</u>	<u>\$ 594,250</u>	<u>\$ 7,491,094</u>	<u>\$ 648,524</u>	<u>\$ 589,528</u>
<u>LIABILITIES AND FUND BALANCE</u>								
LIABILITIES								
Accounts payable	\$ 22,662	\$ 3,599	\$ 111,985	\$	\$ 23,608	\$ 161,854	\$ 1,903	\$ 4,366
Deferred revenue	673,966	604,194	1,391,176	380,117	15,490	3,064,943	621,332	425,802
Due to other funds	29,741				39,268	69,009	3,500	
Total liabilities	<u>726,369</u>	<u>607,793</u>	<u>1,503,161</u>	<u>380,117</u>	<u>78,366</u>	<u>3,295,806</u>	<u>626,735</u>	<u>430,168</u>
FUND BALANCE								
Unreserved	968,126	1,228,604	391,197	719	515,884	3,104,530	21,789	159,360
Reserved for road maintenance	352,405					352,405		
Reserved for building and equipment		307,182				307,182		
Reserved for Civic Center	431,171					431,171		
Total fund balance	<u>1,751,702</u>	<u>1,535,786</u>	<u>391,197</u>	<u>719</u>	<u>515,884</u>	<u>4,195,288</u>	<u>21,789</u>	<u>159,360</u>
Total liabilities and fund balance	<u>\$ 2,478,071</u>	<u>\$ 2,143,579</u>	<u>\$ 1,894,358</u>	<u>\$ 380,836</u>	<u>\$ 594,250</u>	<u>\$ 7,491,094</u>	<u>\$ 648,524</u>	<u>\$ 589,528</u>

The notes are an integral part of the financial statements.

CHARTER TOWNSHIP OF SPRINGFIELD
RECONCILIATION OF STATEMENT OF NET ASSETS
OF GOVERNMENTAL FUNDS TO THE BALANCE SHEET
DECEMBER 31, 2006

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance per balance sheet		\$ 4,195,288
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Cost of capital assets	\$10,509,154	
Depreciation	<u>(2,059,230)</u>	
Capital assets net of depreciation		8,449,924
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These include:		
Capital leases payable	(220,000)	
Bonds payable	<u>(3,715,000)</u>	
Total		(3,935,000)
Bond issuance costs, and deferred amount on refunding are reported as expenditures in the governmental funds:		
Issuance costs and deferred amount on refunding total		
\$179,995 and accumulated amortization is \$13,500		166,495
Deferred revenues on special assessments was recognized as revenue in the government-wide statements. Assessments are income as they are assessed.		
		<u>14,602</u>
Net assets of governmental activities		<u>\$ 8,891,309</u>

The notes are an integral part of the financial statements.

CHARTER TOWNSHIP OF SPRINGFIELD
RECONCILIATION OF STATEMENT OF NET ASSETS OF COMPONENT UNITS
TO THE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31, 2006

Amounts reported for Lake Boards - Component Unit Activities
in the statement of net assets are different because:

Total fund balance per balance sheet	\$ 159,360
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These include:	
Contract payable - due to county	(116,666)
Deferred revenues on special assessments was recognized as revenue in the government - wide statements. Assessments are income as they are assessed.	<u>425,802</u>
Net assets per statement of net assets	<u>\$ 468,496</u>

There were no reconciling items for the component unit library.

The notes are an integral part of the financial statements.

CHARTER TOWNSHIP OF SPRINGFIELD
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUNDS AND COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2006

	General Fund	Fire Fund	Police Fund	Civic Center	Other Non-major Fund	Totals
REVENUES						
Taxes	\$ 661,422	\$ 564,767	\$ 1,300,307	\$ 395,000	\$	\$ 2,921,496
Grant	33,960					33,960
Business license permits	1,434					1,434
State shared revenues	909,422					909,422
Cable franchise fees	105,600				40,229	145,829
Special assessments	1,025				19,115	20,140
Special assessment interest					136	136
Charges for services	115,854	46,246	13,422	8,282	227,633	411,437
CDA reimbursement	36,246					36,246
District courts	36,693					36,693
Penal fines						
Rent	23,802	10,620			24,577	58,999
Interest	129,843	66,199	44,146		18,831	259,019
Reimbursements					18,093	18,093
Contributions - road	10,675					10,675
Contributions - unrestricted					24,380	24,380
Miscellaneous	53,998	1,705			287	55,990
Total revenues	2,119,974	689,537	1,357,875	403,282	373,281	4,943,949
EXPENDITURES						
Elected officials	515,484					515,484
General government	937,492					937,492
Public works and contractual	197,920				12,933	210,853
Tax tribunal	311					311
Debt service				474,946		474,946
Parks					458,431	458,431
Fire		476,758				476,758
Police			1,352,314			1,352,314
Building department					257,073	257,073
Cable					9,112	9,112
Library						
Total expenditures	1,651,207	476,758	1,352,314	474,946	737,549	4,692,774
Excess of revenues over (under) expenditures	468,767	212,779	5,561	(71,664)	(364,268)	251,175
OTHER FINANCING SOURCES (USES)						
Bond proceeds				3,140,000		3,140,000
Payment to bond escrow agent				(3,092,735)		(3,092,735)
Transfers (out)	(532,223)				(14,390)	(546,613)
Transfers in		105,600			426,013	531,613
Total other financing sources	(532,223)	105,600		47,265	411,623	32,265
Net change in fund balance	(63,456)	318,379	5,561	(24,399)	47,355	283,440
FUND BALANCE, JANUARY 1, 2006	1,815,158	1,217,407	385,636	25,118	468,529	3,911,848
FUND BALANCE, DECEMBER 31, 2006	\$ 1,751,702	\$ 1,535,786	\$ 391,197	\$ 719	\$ 515,884	\$ 4,195,288

The notes are an integral part of the financial statements.

Component Units	
Library Fund	Lake Board Funds
\$ 264,245	\$
10,281	
	207,115
	12,056
16,199	
9,000	
20,864	
5,479	9,068
5,066	
96	200
331,230	228,439
	167,551
345,628	
345,628	167,551
(14,398)	60,888
15,000	
15,000	
602	60,888
21,187	98,472
\$ 21,789	\$ 159,360

CHARTER TOWNSHIP OF SPRINGFIELD
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - governmental funds	\$ 283,440
--	------------

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their useful lives as depreciation expense. The amount by which capital outlays exceeded depreciation is as follows:

Capital outlay	\$ 260,926	
Depreciation expense	<u>(250,038)</u>	
Net		10,888

Repayment of bond principal is an expenditure in the governmental funds, but the repayment deducts long-term liabilities in the Statement of Net Assets.

Repayment of bonds payable	170,000	
Repayment to refunded bond escrow agent	<u>3,152,730</u>	
Total		3,322,730

Proceeds from the issuance of bonds are on other financing source in the funds but bond obligations increase long-term liabilities in the statement of net assets	(3,140,000)
---	-------------

Governmental funds report the effect of bond issuance costs as expenditures when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences follows:

Bond issuance costs	47,264	
Amortization of bond issuance costs	(9,950)	
Amortization of deferred amounts	<u>(3,550)</u>	
Total		33,764

Principal received on special assessments are income as they are levied annually for governmental funds, but they are income when they are levied for the Statement of Activities

Principal levied on assessments	<u>3,852</u>
Change in net assets of governmental activities	<u>\$ 514,674</u>

The notes are an integral part of the financial statements.

CHARTER TOWNSHIP OF SPRINGFIELD
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF - LAKE BOARDS -
COMPONENT UNIT TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Amounts reported for Lake Boards - Component Unit activities
in the Statement of Activities are different because:

Net change in fund balances - Lake Boards Component Unit	\$ 60,888
Repayment of Contract payable - Oakland County is an expenditure in the Governmental Funds, but the repayment deducts long-term liabilities in statement of net assets	16,667
Principal received on special assessments are income as they are levied annually for governmental funds, but they are income when they are levied for the Statement of Activities:	
Principal collected on assessments	<u>(19,146)</u>
Change in net assets of Lake Boards - Component Unit	<u>\$ 58,409</u>

There were no reconciling items for the Component Unit - Library

The notes are an integral part of the financial statements.

NOTES
TO
FINANCIAL
STATEMENTS

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Charter Township of Springfield was incorporated in 1836 and later became a Charter Township in 1986. The Township is located in southeast Michigan in North West Oakland County. The accounting policies of the Charter Township of Springfield conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

A. BASIC FINANCIAL STATEMENTS

In accordance with GASB Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, the basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (Statement of Net Assets and Statement of Activities) report on the Township as a whole, excluding fiduciary activities. Governmental fund types are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets and receivables as well as long-term debt and obligations. The government-wide financial statements focus more on the sustainability of the Township as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Generally, the effect of interfund activity has been removed from the government-wide financial statements.

The government-wide Statement of Net Assets reports all financial and capital resources of the Township (excluding fiduciary funds). It is displayed in a format of assets less liabilities equals net assets, with the assets and liabilities shown in order of their relative liquidity. Net assets are required to be displayed in three components: 1) invested in capital assets 2) restricted, and 3) unrestricted. Invested in capital assets, net of related debt is capital assets net of accumulated depreciation and reduced by outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Restricted net assets are those with constraints placed on their use by either: 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or 2) imposed by law through constitutional provisions or enabling legislation. All net assets not otherwise classified as restricted, are shown as unrestricted. Generally, the Township would first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

The government-wide Statement of Activities demonstrates the degree to which both direct and indirect expenses of the various functions and programs of the Township are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or identifiable activity. Indirect expenses for administrative overhead are allocated among the functions and activities using a full cost allocation approach and are presented separately to enhance comparability of direct expense between governments that allocate direct expenses and those that do not. Interest on general long-term debt is not allocated to the various functions. Program revenues include: 1) charges to customers or users who purchase, use or directly benefit from goods, services or privileges provided by a particular function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes, unrestricted investment income and other revenues not identifiable with particular functions or programs are included as general revenues. The general revenues support the net costs of the functions and programs not covered by program revenues.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Also, part of the basic financial statements are fund financial statements for the governmental funds. The focus of the fund financial statements is on major funds, as defined by GASB Statement No. 34. Although this reporting model sets forth minimum criteria for determination of major funds (a percentage of assets, liabilities, revenues, or expenditures of fund category and of the governmental funds combined), it also gives governments the option of displaying other funds as major funds. Other non-major funds are combined in a single column on the fund financial statements.

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Fire Fund accounts for the activities related to operating fire protection services. This fund is primarily supported through the collection of property taxes.

The Police Fund accounts for the activities related to operating police protection services. This fund is primarily supported through collection of property taxes.

The Civic Center Fund accounts for the activities surrounding the debt related to the Civic Center. This fund is primarily supported through the collection of property taxes.

B. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The governmental fund financial statements are prepared on a modified accrual basis of accounting. To conform to the modified accrual basis of accounting, certain modifications must be made to the accrual method. These modifications are outlined below:

- A. Revenue is recorded when it becomes both measurable and available (received within 60 days after year-end). Revenue considered susceptible to accrual includes: property taxes, sales and use taxes, licenses, fees and permits, intergovernmental revenues, charges for services and interest.
- B. Expenditures are recorded when the related fund liability is incurred. Principal and interest on long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.
- C. Disbursements for the purchase of capital assets providing future benefits are considered expenditures. Bond proceeds are reported as another financing source.

With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balances as a measure of available spendable resources.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

This is the traditional basis of accounting for governmental funds and also is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to: 1) demonstrate legal and covenant compliance, 2) demonstrate the sources and uses of liquid resources, and 3) demonstrate how the Township's actual revenues and expenditures conform to the annual budget. Since the governmental funds financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, reconciliation is provided immediately following each fund statement. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

Fiduciary funds account for assets held by the Township in a trustee or agency capacity on behalf of others and, therefore, are not available to support Township programs. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements as they are not an asset of the Township available to support Township programs.

C. BUDGETARY DATA

The Township approves budgets for the general and special revenue funds. Amendments made during the fiscal year are reflected in the budget column of the appropriate financial statement. The budgets are prepared on a modified accrual basis

For the year ended December 31, 2006, expenditures exceeded appropriations in one functional activity of the general fund.

D. PROPERTY TAXES

The Township property tax is levied each December 1 on the taxable valuation of property located in the township as of the preceding December 31. Taxable values are established annually by the county and are equalized by the state. Real and personal property in the Township for the 2005 levy was assessed at an adjusted taxable value of \$630,894,965. Taxes are due and payable by February 28. Delinquent real and personal property taxes are returned to the County Treasurer for collection.

The Township levies the following millage:

General township operations	.9993
Police 1	.7086
Fire	.8959
Library	.4192
Police 2	1.3541
Civic Center Bond	<u>.6266</u>
Total millage	<u><u>5.0037</u></u>

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

E. CAPITAL ASSETS

Under GASB Statement No. 34, all capital assets whether owned by governmental activities or business-type activities, are recorded and depreciated in the government-wide financial statements. No long-term capital assets or depreciation are shown in the governmental funds financial statements.

Capital assets are defined as assets with an initial, individual cost of more than \$10,000 and an estimated useful life greater than one year. Land is considered a capital asset regardless of initial cost. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings, structures and improvements	10 to 50 years
Machinery and equipment	5 to 40 years

Any capital assets transferred between funds are transferred at their net book value (cost less accumulated depreciation), as of the date of the transfer.

F. MANAGEMENT ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

G. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 2 - DESCRIPTION OF REPORTING ENTITY

In accordance with Governmental Accounting Standards Board (GASB) statement number 39, all funds, agencies, and activities of Charter Township of Springfield as the primary government have been included in the financial statements.

Component Units

1. The Library operates under PA 164, thus the Library Board is independently elected, approves its own budget, maintains control over expenditures of all funds credited to the Library and has the responsibility to see that adequate funding is provided. The Township has chosen to report the Library Fund as a separate discretely presented component unit of the Township's audited financial statements.
2. The Township has several agreements with Lake Boards which are separate statutory Public Agencies originally established under Part 309 of the Michigan Natural Resources and Environmental Protection Act (PA 451 of 1994, as amended). The Lake Boards have authority to enter into contracts, borrow funds, determine special assessment districts, establish special assessment rolls and are authorized to direct the Township to collect special assessments. The Township only collects assessments and disburses funds on behalf of the Lake Boards. The Lake Boards administer and control the funds. Based on the above, management of the Township has classified the following Lake Boards as one combined fund and as a separate discretely presented component unit:

1. Big Lake
2. Dixie Lake
3. Susin Lake
4. Waumegah Lake

NOTE 3 - INTERFUND BALANCES

All interfund balances are short-term in character. Interfund transfers will be collected during the next reporting period. These amounts are reported as current assets in the governmental balance sheets. The amounts of interfund receivables and payables are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 157,884	\$ 29,741
Fire Fund	77,754	
Police Fund	110,552	
Lake Improvement Fund	22,609	
Library Fund	49,375	3,500
Civic Center Fund	30,206	
Parks and Recreation Fund	4,623	
Current Tax Fund		376,625
Shiawassee Basin Fund		2,200
Trust and Agency		4,134
Softwater Lake	265	
Cable Fund		2,422
Building Fund		34,646
	<hr/>	<hr/>
Total	\$ 453,268	\$ 453,268

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 4 – EMPLOYEE RETIREMENT PLAN

The Charter Township of Springfield has a salary reduction defined contribution plan. Eligible employees are defined as employees who have provided at least 1,000 hours of service in the previous twelve month period and have reached the age of twenty-one. Contributions to the plan are funded by both employer and employee.

Employee contributions must be a minimum of 2.5%. Employer contributions are fixed at 7.5% of compensation in 2006 and will be reduced to 5% of compensation in 2007.

Total current year employee contributions	\$ 81,901
Total current year employer contributions	<u>67,385</u>
Total current year contributions	<u>\$ 149,286</u>
Total current covered payroll	<u>\$ 898,591</u>

These balances reflect contributions for the period from January 1, 2006 to December 31, 2006.

NOTE 5 - OTHER POST EMPLOYMENT BENEFITS

The Charter Township of Springfield has two retired employees that are receiving health insurance benefits from the Township. They will continue to receive these benefits until their death. Both are in their late 70's or early 80's in age.

Under their current employment policies, there will not be other employees eligible to receive these types of benefits.

In 2006 the Township paid a total of \$4,485 in post employment benefits.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2006 was as follows:

	Balance 1/1/06	Additions	Deletions	Balance 12/31/06
Building Department - vehicles	\$ 38,114	\$	\$	\$ 38,114
Fire Department building	308,000			308,000
Fire Department construction in progress	6,676	33,828		40,504
Fire Department equipment	124,000			124,000
Fire Department land	177,000			177,000
Fire Department - vehicles	983,335			983,335
Township land	1			1
Township hall construction in progress	28,855		(28,855)	
Township hall	6,373,888	255,953		6,629,841
Parks equipment	90,269			90,269
Parks vehicles	33,349			33,349
Parks buildings	868,776	148,938		1,017,714
Parks construction in progress	148,938		(148,938)	
Parks land	1,067,027			1,067,027
 Total capital assets	 10,248,228	 438,719	 (177,793)	 10,509,154
 Accumulated depreciation	 (1,809,192)	 (250,038)		 (2,059,230)
 Governmental activities capital asset, net	 <u>\$ 8,439,036</u>	 <u>\$ 188,681</u>	 <u>\$ (177,793)</u>	 <u>\$ 8,449,924</u>

Depreciation expense is being recorded in the government-wide statement of activities based upon the fund and activity utilizing the assets. The Township utilizes the straight line method to depreciate capital assets over their estimated useful lives. Depreciation expense was recorded in the general government expense portion of the Statement of Activities. There was \$3,935,000 debt related to these capital assets.

Depreciation expense is allocated to the following activities:

Parks and recreation	\$ 42,289
Fire protection	70,928
General township	<u>136,821</u>
	<u>\$ 250,038</u>

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 7 - LONG-TERM DEBT

	Balance 1/1/06	Additions	Deletions	Balance 12/31/06	Current Portion
The Township sold bonds to finance the construction of the Civic Center; Principle is payable in annual installment of \$95,000 to \$385,000 starting May 1, 2002 to 2020; interest is charged at 4.875% to 5.125% payable semi-annually. This bond issue was partially defeased with the 2006 refunding bond issue.	\$ 3,985,000	\$	\$ 3,190,000	\$ 795,000	\$ 180,000
The Township sold bonds to advance refund a portion of the bonds issued to construct the Civic Center; principal is payable in annual installments of \$40,000 to \$360,000 starting May 1, 2007 to 2020; interest is charged at 3.900% payable semi-annually.		3,140,000		3,140,000	40,000
Total bonds payable	\$ 3,985,000	\$ 3,140,000	\$ 3,190,000	\$ 3,935,000	\$ 220,000

Future principle and interest payments to service the Civic Center debt of the Township:

	Original Civic Center Bond		Civic Center Refunding Bond		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 180,000	\$ 34,637	\$ 40,000	\$ 104,672	\$ 220,000	\$ 139,309
2008	195,000	25,497	25,000	120,412	220,000	145,909
2009	205,000	15,747	25,000	119,438	230,000	135,185
2010	215,000	5,375	25,000	118,462	240,000	123,837
2011			250,000	113,100	250,000	113,100
2012 - 2016			1,420,000	406,966	1,420,000	406,966
2017 - 2020			1,355,000	108,323	1,355,000	108,323
	<u>\$ 795,000</u>	<u>\$ 81,256</u>	<u>\$ 3,140,000</u>	<u>\$ 1,091,373</u>	<u>\$ 3,935,000</u>	<u>\$ 1,172,629</u>

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 7 - LONG-TERM DEBT - continued

	Balance 1/1/05	Additions	Deletions	Balance 12/31/05	Current Portion
The Waumegah Lake Board (included in Lake Board Funds - Component Unit) borrowed \$150,000 from Oakland County to finance project costs; principal is payable in annual installments of \$16,667; interest is charged at 1.73%; maturity date is March 1, 2013.	\$ 133,333	\$	\$ 16,667	\$ 116,666	\$ 16,667

Future principle and interest payments to service the debt between the Lake Board and Oakland County:

	Contract Payable	
	Principal	Interest
2007	\$ 16,667	\$ 1,802
2008	16,667	1,514
2009	16,667	1,225
2010	16,667	937
2011	16,667	649
2012 - 2013	33,331	432
	<u>\$ 116,666</u>	<u>\$ 6,559</u>

NOTE 8 - REFUNDING BOND ISSUE

On December 21, 2006 the Township issued \$3,140,000 in general obligation refunding bonds with a fixed interest rate of 3.900%. The Township used the bonds to advance refund \$3,020,000 of the general obligation 2000 series bonds with interest rates ranging from 4.875% to 5.125%. The Township used the net proceeds along with other resources to purchase U.S. government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the 2000 series bonds. As a result, that portion of the 2000 series bonds is considered defeased, and the Township has removed the liability from its accounts. The outstanding principal of the defeased bonds is \$3,020,000 at December 31, 2006.

The advance refunding transaction reduced total debt service payments over the next fourteen years by nearly \$230,000. This is an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$120,000.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 9 - DEPOSITS WITH FINANCIAL INSTITUTIONS

Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of Federally insured banks, credit union, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal Agency obligation repurchase agreements; bankers; acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan. The Township's deposits and investments are in accordance with statutory authority. The Township maintains a \$900 petty cash account.

The Governmental Accounting Standards Board Statement No. 3 risk disclosures for the Township's deposits and investments are as follows:

<u>Deposits</u>	<u>Primary Government</u>	<u>Fiduciary Funds</u>	<u>Total</u>	<u>Bank Balance</u>
Insured	\$ 600,000	\$	\$ 600,000	600,000
Uninsured and uncollateralized	<u>3,917,271</u>	<u>631,088</u>	<u>4,548,359</u>	<u>4,910,352</u>
Total deposits	<u>\$ 4,517,271</u>	<u>\$ 631,088</u>	<u>\$ 5,148,359</u>	<u>\$ 5,510,352</u>

NOTE 10 - CONTINGENT LIABILITIES

The Township is involved in various legal actions arising in the normal course of business. In the opinion of management, such matters will not have a material effect upon the financial position of the Township.

**NOTE 11 - LAKE BOARDS (COMPONENT UNIT) ADJUSTMENT TO ASSESSMENTS
RECEIVABLE AND DEFERRED REVENUE**

In prior years the Township recorded certain assessments receivable and deferred revenue for a total amount covering more than one future year in the initial year of approval by the lake board. After complete review of the lake board's agreements regarding the aforementioned assessments, management believes the proper method of recording these assessments is to only record one year's revenue in each year the assessment is levied. This is due to the fact that these certain assessments are truly for annual maintenance and could not be collected by the lake boards if the assessment went delinquent. Thus, the township adjusted the receivables and deferred revenue accounts down to reflect true balances reflecting only true long-term assessments which places liens on property. This was done in the 2005 year.

CHARTER TOWNSHIP OF SPRINGFIELD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 12 – FEDERAL GRANT ACTIVITIES

The Township participates in a Community Development Block Grant (CDBG) consortium passed through Oakland County. The CDBG fiscal period is from May 1 to April 30. The County performs a full compliance audit on the Township's program performance. The most recent audit has been completed for the period dated May 1, 2004 to April 30, 2005.

REQUIRED
SUPPLEMENTARY
INFORMATION

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget Amount			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 627,300	\$ 643,300	\$ 661,422	\$ 18,122
Business license permits	700	700	1,434	734
State shared revenues	860,000	900,000	909,422	9,422
CDA reimbursement	25,000	25,000	36,246	11,246
State Grant		45,000	33,960	(11,040)
Other local revenue	242,450	266,650	394,004	127,354
District courts	20,000	28,000	36,693	8,693
Civic center	23,000	34,000	46,793	12,793
Total revenues	1,798,450	1,942,650	2,119,974	177,324
EXPENDITURES				
Trustees	16,850	16,850	13,612	3,238
Supervisor	138,150	140,150	136,670	3,480
Elections	28,450	74,450	54,972	19,478
Assessor	211,700	188,200	176,191	12,009
Clerk	212,950	216,200	210,729	5,471
Board of review	2,350	2,350	1,938	412
Treasurer	167,400	162,000	154,473	7,527
Cemetery	8,950	11,500	10,589	911
Web site	10,250	6,350	2,562	3,788
General services	250,750	223,750	197,114	26,636
Civic center operations	186,750	188,250	143,517	44,733
Planning commission	19,600	18,600	12,366	6,234
Planning Coordinator	35,400	8,000	7,462	538
Zoning board of appeals	6,650	5,050	2,869	2,181
Consultants	129,000	107,000	100,814	6,186
Public works	220,500	199,000	197,920	1,080
Capital outlay	140,000	240,000	227,098	12,902
Tax tribunal		1,000	311	689
Fund reserves	10,000			
Total expenditures	1,795,700	1,808,700	1,651,207	157,493
Excess (Deficiency) of revenues over (under) expenditures	2,750	133,950	468,767	334,817
OTHER FINANCING SOURCES (USES)				
Appropriation of prior year fund balance - general	305,000	261,900		(261,900)
Appropriation of prior year fund balance - civic	150,000	210,000		(210,000)
Transfers (out)	(415,000)	(532,000)	(532,223)	(223)
Total other financing sources (uses)	40,000	(60,100)	(532,223)	(472,123)

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL – (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget Amount		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Net change in fund balance	<u>\$ 42,750</u>	<u>\$ 73,850</u>	<u>\$ (63,456)</u>	<u>\$ (137,306)</u>
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	1,815,158	1,815,158	1,815,158	
PRIOR PERIOD ADJUSTMENT				
Budget appropriations	<u>(455,000)</u>	<u>(471,900)</u>		<u>471,900</u>
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	<u>1,360,158</u>	<u>1,343,258</u>	<u>1,815,158</u>	<u>471,900</u>
FUND BALANCE DECEMBER 31, 2006	<u><u>\$ 1,402,908</u></u>	<u><u>\$ 1,417,108</u></u>	<u><u>\$ 1,751,702</u></u>	<u><u>\$ 334,594</u></u>

CHARTER TOWNSHIP OF SPRINGFIELD
FIRE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget Amount			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 537,000	\$ 537,000	\$ 564,767	\$ 27,767
Delinquent personal property tax	75,000			
FEMA Grant	175,300	175,300		(175,300)
Court collection fees	500	500	825	325
Charges for services - building department	1,000	1,000		(1,000)
Fire runs	24,000	24,000	46,246	22,246
Civil infractions	300	300	225	(75)
Interest	20,000	20,000	66,199	46,199
Transport	2,000	2,000		(2,000)
Miscellaneous	100	100	655	555
Rent	10,000	10,000	10,620	620
Total revenues	845,200	770,200	689,537	(80,663)
EXPENDITURES				
Buildings and grounds	32,500	32,500	27,336	5,164
Station #3 site	3,000	3,000	1,386	1,614
Capital outlay	1,165,000	1,165,000	33,828	1,131,172
Personnel	337,250	337,250	303,736	33,514
General expenses	74,400	74,400	70,980	3,420
Equipment	59,400	59,400	39,212	20,188
Fund reserves	5,000	3,000		3,000
Tax tribunal		2,000	280	1,720
Total expenditures	1,676,550	1,676,550	476,758	1,199,792
Excess (Deficiency) of revenues over under expenditures	(831,350)	(906,350)	212,779	1,119,129
OTHER FINANCING SOURCES (USES)				
Appropriation of prior year fund balance	332,350	332,350		(332,350)
Bond proceeds	500,000	500,000		(500,000)
Transfers in		75,000	105,600	30,600
Total other financing sources (uses)	832,350	907,350	105,600	(801,750)
Net change in fund balance	1,000	1,000	318,379	317,379
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	1,217,407	1,217,407	1,217,407	
PRIOR PERIOD ADJUSTMENT				
Budget appropriations	(332,350)	(332,350)		332,350
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	885,057	885,057	1,217,407	332,350
FUND BALANCE DECEMBER 31, 2006	<u>\$ 886,057</u>	<u>\$ 886,057</u>	<u>\$ 1,535,786</u>	<u>\$ 649,729</u>

CHARTER TOWNSHIP OF SPRINGFIELD
POLICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget Amount			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 1,200,000	\$ 1,200,000	\$ 1,300,307	\$ 100,307
Liquor license fees	5,000	5,000	6,008	1,008
Interest	15,000	15,000	44,146	29,146
Mini contracts	11,000	11,000	5,130	(5,870)
Fine and forfeits			2,284	2,284
Total revenues	1,231,000	1,231,000	1,357,875	126,875
EXPENDITURES				
Contracted services	1,336,300	1,336,300	1,336,282	18
Mini contracts	11,000	11,000	4,997	6,003
Repairs and maintenance		10,000	8,000	2,000
Refund	1,000		642	(642)
Miscellaneous	10,000	1,000	2,393	(1,393)
Total expenditures	1,358,300	1,358,300	1,352,314	5,986
Excess (Deficiency) of revenues over (under) expenditures	(127,300)	(127,300)	5,561	132,861
OTHER FINANCING SOURCES (USES)				
Appropriation of prior year fund balance	127,300	127,300		(127,300)
Total other financing sources (uses)	127,300	127,300		(127,300)
Net change in fund balance			5,561	5,561
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	385,636	385,636	385,636	
PRIOR PERIOD ADJUSTMENT				
Budget appropriations	(127,300)	(127,300)		127,300
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	258,336	\$ 258,336	385,636	127,300
FUND BALANCE DECEMBER 31, 2006	\$ 258,336	\$ 258,336	\$ 391,197	\$ 132,861

CHARTER TOWNSHIP OF SPRINGFIELD
CIVIC CENTER DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget Amount		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 368,000	\$ 394,000	\$ 395,000	\$ 1,000
Interest	3,000	8,000	8,282	282
Total revenues	371,000	402,000	403,282	1,282
EXPENDITURES				
Debt service				
Principal	170,000	170,000	170,000	
Advance refunding escrow		59,995	59,995	
Interest	197,000	197,000	196,814	186
Fees		2,600	872	1,728
Refunding bond issuance costs		47,265	47,265	
Miscellaneous	1,000			
Total expenditures	368,000	476,860	474,946	1,914
Excess (Deficiency) of revenues over (under) expenditures	3,000	(74,860)	(71,664)	3,196
OTHER FINANCING SOURCES (USES)				
Bond proceeds		3,200,000	3,140,000	(60,000)
Payments to bond escrow agent		(3,092,740)	(3,092,735)	5
Total other financing sources (uses)		107,260	47,265	(59,995)
Net change in fund balance	3,000	32,400	(24,399)	(56,799)
FUND BALANCE, JANUARY 1, 2006	25,118	25,118	25,118	
FUND BALANCE DECEMBER 31, 2006	\$ 28,118	\$ 57,518	\$ 719	\$ (56,799)

SUPPLEMENTARY
INFORMATION

COMBINING
FINANCIAL
STATEMENTS

CHARTER TOWNSHIP OF SPRINGFIELD
ALL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2006

	<u>Fire Fund</u>	<u>Police Fund</u>	<u>Cemetery Fund</u>	<u>Parks and Recreation Fund</u>	<u>Softwater Lake Improvement Fund</u>
<u>ASSETS</u>					
ASSETS					
Cash and cash equivalents	\$ 1,544,912	\$ 664,126	\$ 34,545	\$ 176,499	\$ 13,554
Taxes receivable	486,283	1,119,680			
Special assessments receivable					11,814
Accounts receivable				7,453	
Due from other funds	77,754	110,552		4,623	265
Accrued receivable-fire runs	<u>34,630</u>	<u></u>	<u></u>	<u></u>	<u></u>
Total assets	<u>\$ 2,143,579</u>	<u>\$ 1,894,358</u>	<u>\$ 34,545</u>	<u>\$ 188,575</u>	<u>\$ 25,633</u>
 <u>LIABILITIES AND FUND BALANCE</u>					
LIABILITIES					
Accounts payable	\$ 3,599	\$ 111,985	\$	\$ 9,798	\$ 1,948
Deferred revenue	604,194	1,391,176		888	14,602
Due to other funds	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Total liabilities	607,793	1,503,161		10,686	16,550
FUND BALANCE	<u>1,535,786</u>	<u>391,197</u>	<u>34,545</u>	<u>177,889</u>	<u>9,083</u>
Total liabilities and fund balance	<u>\$ 2,143,579</u>	<u>\$ 1,894,358</u>	<u>\$ 34,545</u>	<u>\$ 188,575</u>	<u>\$ 25,633</u>

Cable Television Fund	Building Department Fund	Shiawassee Basin Fund	Totals	Component Units	
				Library Fund	Lake Board Funds
\$ 181,816	\$ 12,638	\$ 55,950	\$ 2,684,040	\$ 99,073	\$ 200,854
			1,605,963	500,076	
			11,814		366,065
11,330			19,483		
		700	193,194	49,375	22,609
			34,630		
<u>\$ 193,146</u>	<u>\$ 12,638</u>	<u>\$ 56,650</u>	<u>\$ 4,549,124</u>	<u>\$ 648,524</u>	<u>\$ 589,528</u>

\$	\$ 5,835	\$ 6,027	\$ 139,192	\$ 1,903	\$ 4,366
			2,010,860	621,332	425,802
<u>2,422</u>	<u>34,646</u>	<u>2,200</u>	<u>39,268</u>	<u>3,500</u>	
2,422	40,481	8,227	2,189,320	626,735	430,168
<u>190,724</u>	<u>(27,843)</u>	<u>48,423</u>	<u>2,359,804</u>	<u>21,789</u>	<u>159,360</u>
<u>\$ 193,146</u>	<u>\$ 12,638</u>	<u>\$ 56,650</u>	<u>\$ 4,549,124</u>	<u>\$ 648,524</u>	<u>\$ 589,528</u>

CHARTER TOWNSHIP OF SPRINGFIELD
ALL DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2006

	<u>Civic Center Fund</u>	<u>Bridge Lake Fund</u>	<u>Totals</u>
<u>ASSETS</u>			
ASSETS			
Cash and cash equivalents	\$ 44,695	\$ 83,063	\$ 127,758
Taxes receivable	305,935		305,935
Due from other funds	<u>30,206</u>		<u>30,206</u>
Total assets	<u>\$ 380,836</u>	<u>\$ 83,063</u>	<u>\$ 463,899</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
LIABILITIES			
Deferred revenue	\$ 380,117		\$ 380,117
FUND BALANCE	<u>719</u>	<u>83,063</u>	<u>83,782</u>
Total liabilities	<u>\$ 380,836</u>	<u>\$ 83,063</u>	<u>\$ 463,899</u>

CHARTER TOWNSHIP OF SPRINGFIELD
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2006

	Trust and Agency Fund	Current Tax Fund	Totals
	<u> </u>	<u> </u>	<u> </u>
<u>ASSETS</u>			
ASSETS			
Cash and cash equivalents	\$ 58,167	\$ 572,921	\$ 631,088
	<u> </u>	<u> </u>	<u> </u>
<u>LIABILITIES</u>			
LIABILITIES			
Due to others	\$ 54,033	\$ 196,296	\$ 250,329
Due to other funds	4,134	376,625	380,759
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	\$ 58,167	\$ 572,921	\$ 631,088
	<u> </u>	<u> </u>	<u> </u>

CHARTER TOWNSHIP OF SPRINGFIELD
ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2006

	Fire Fund	Police Fund	Cemetery Fund	Parks and Recreation Fund	Softwater Lake Improvement Fund
REVENUES					
Taxes	\$ 564,767	\$ 1,300,307	\$	\$	\$
Grant					
Cable fees					
State revenue sharing					
Special assessments					9,734
Special assessment interest					
State Aid					
Fees	825	6,008			
Charges for services	46,246	5,130	1,950	62,480	
Civil infractions	225			150	
Penal fines					
Reimbursements				18,093	
CDBG reimbursement					
Rent	10,620			16,047	
Interest	66,199	44,146	1,376	3,211	669
Sale of assets					
Contributions				17,964	
Miscellaneous	655	2,284		30	
Total revenues	<u>689,537</u>	<u>1,357,875</u>	<u>3,326</u>	<u>117,975</u>	<u>10,403</u>
EXPENDITURES					
Parks				406,046	
Fire	476,758				
Police		1,352,314			
Contractual services					12,933
Building department					
Cable					
Shiawassee basin					
Library					
Total expenditures	<u>476,758</u>	<u>1,352,314</u>		<u>406,046</u>	<u>12,933</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>212,779</u>	<u>5,561</u>	<u>3,326</u>	<u>(288,071)</u>	<u>(2,530)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	105,600			360,000	
Transfers (out)				(14,390)	
Total other financing sources (uses)	<u>105,600</u>			<u>345,610</u>	
Net change in fund balance	318,379	5,561	3,326	57,539	(2,530)
FUND BALANCE, JANUARY 1, 2006	<u>1,217,407</u>	<u>385,636</u>	<u>31,219</u>	<u>120,350</u>	<u>11,613</u>
FUND BALANCE, DECEMBER 31, 2006 (DEFICIT)	<u>\$ 1,535,786</u>	<u>\$ 391,197</u>	<u>\$ 34,545</u>	<u>\$ 177,889</u>	<u>\$ 9,083</u>

Cable Television Fund	Building Department Fund	Shiawassee Basin Fund	Totals	Component Units	
				Library Fund	Lake Board Funds
\$	\$	\$	\$ 1,865,074	\$ 264,245	\$
40,229			40,229	647	
			9,734		207,315
					12,056
			6,833	9,634	
	160,477	2,576	278,859	1,850	
			375	14,349	
				20,864	
			18,093		
		8,530	35,197	9,000	
6,933	1,326	1,887	125,747	5,479	9,068
		6,416	24,380	5,066	
	257		3,226	96	
<u>47,162</u>	<u>162,060</u>	<u>19,409</u>	<u>2,407,747</u>	<u>331,230</u>	<u>228,439</u>
			406,046		
			476,758		
			1,352,314		
	257,073		12,933		167,551
9,112			257,073		
		52,385	9,112		
			52,385		
				<u>345,628</u>	
<u>9,112</u>	<u>257,073</u>	<u>52,385</u>	<u>2,566,621</u>	<u>345,628</u>	<u>167,551</u>
<u>38,050</u>	<u>(95,013)</u>	<u>(32,976)</u>	<u>(158,874)</u>	<u>(14,398)</u>	<u>60,888</u>
	11,623	54,390	531,613	15,000	
			(14,390)		
	<u>11,623</u>	<u>54,390</u>	<u>517,223</u>	<u>15,000</u>	
38,050	(83,390)	21,414	358,349	602	60,888
<u>152,674</u>	<u>55,547</u>	<u>27,009</u>	<u>2,001,455</u>	<u>21,187</u>	<u>98,472</u>
<u>\$ 190,724</u>	<u>\$ (27,843)</u>	<u>\$ 48,423</u>	<u>\$ 2,359,804</u>	<u>\$ 21,789</u>	<u>\$ 159,360</u>

CHARTER TOWNSHIP OF SPRINGFIELD
ALL DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
DECEMBER 31, 2006

	Civic Center Fund	Bridge Lake Road Fund	Totals
REVENUES			
Property taxes	\$ 395,000	\$	\$ 395,000
Special assessments		9,381	9,381
Special assessments - interest		136	136
Interest	8,282	3,429	11,711
Total revenues	403,282	12,946	416,228
EXPENDITURES			
Bond repayment			
Principal	170,000		170,000
Advance refunding escrow	59,995		59,995
Refunding bond issuance costs	47,265		47,265
Interest	196,814		196,814
Fees	872		872
Total expenditures	474,946		474,946
Excess (Deficiency) of revenues over (under) expenditures	(71,664)	12,946	(58,718)
OTHER FINANCING SOURCES (USES)			
Bond proceeds	3,140,000		3,140,000
Payment to bond escrow agent	(3,092,735)		(3,092,735)
Total other financing sources (uses)	47,265		47,265
Net change in fund balance	(24,399)	12,946	(11,453)
FUND BALANCE, JANUARY 1, 2006	25,118	70,117	95,235
FUND BALANCE DECEMBER 31, 2006	\$ 719	\$ 83,063	\$ 83,782

INDIVIDUAL
FUNDS

GENERAL
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 1,405,546	
Taxes receivable	542,438	
State shared revenue receivable	300,549	
Accounts receivable - other	53,719	
Due from other funds	157,884	
Prepaid expenditures	<u>17,935</u>	
Total assets		<u><u>\$ 2,478,071</u></u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 22,662	
Due to other funds	29,741	
Deferred revenue	<u>673,966</u>	
Total liabilities		\$ 726,369

FUND BALANCE

Reserved - Roads	352,405	
Reserved - Civic Center	431,171	
Unreserved	<u>968,126</u>	
Total fund balance		<u>1,751,702</u>
Total liabilities and fund balance		<u><u>\$ 2,478,071</u></u>

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 643,300	\$ 661,422	\$ 18,122
Business license permits	700	1,434	734
State shared revenues	900,000	909,422	9,422
CDA reimbursement	25,000	36,246	11,246
State Grant	45,000	33,960	(11,040)
Other local revenue	266,650	394,004	127,354
District courts	28,000	36,693	8,693
Civic center	34,000	46,793	12,793
Total revenues	1,942,650	2,119,974	177,324
EXPENDITURES			
Trustees	16,850	13,612	3,238
Supervisor	140,150	136,670	3,480
Elections	74,450	54,972	19,478
Assessor	188,200	176,191	12,009
Clerk	216,200	210,729	5,471
Board of review	2,350	1,938	412
Treasurer	162,000	154,473	7,527
Cemetery	11,500	10,589	911
Web site	6,350	2,562	3,788
General services	223,750	197,114	26,636
Civic center operations	188,250	143,517	44,733
Planning commission	18,600	12,366	6,234
Planning Coordinator	8,000	7,462	538
Zoning Board of Appeals	5,050	2,869	2,181
Consultants	107,000	100,814	6,186
Public works	199,000	197,920	1,080
Capital outlay	240,000	227,098	12,902
Tax tribunal	1,000	311	689
Total expenditures	1,808,700	1,651,207	157,493
Excess (Deficiency) of revenues over (under) expenditures	133,950	468,767	334,817
OTHER FINANCING SOURCES (USES)			
Appropriation of prior year fund balance - general	261,900		(261,900)
Appropriation of prior year fund balance - civic	210,000		(210,000)
Transfers (out)	(532,000)	(532,223)	(223)
Total other financing sources (uses)	(60,100)	(532,223)	(472,123)
Net change in fund balance	73,850	(63,456)	(137,306)
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	1,815,158	1,815,158	
PRIOR PERIOD ADJUSTMENT			
Budget appropriations	(471,900)		471,900
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	1,343,258	1,815,158	471,900
FUND BALANCE DECEMBER 31, 2006	\$ 1,417,108	\$ 1,751,702	\$ 334,594

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
TAXES			
Current tax collection	\$ 615,000	\$ 629,095	\$ 14,095
Delinquent personal property tax	500	852	352
Mobile home fees	2,800	2,450	(350)
Penalties and collection	25,000	29,025	4,025
Total tax	643,300	661,422	18,122
BUSINESS LICENSE PERMITS	700	1,434	734
STATE SHARED REVENUES	900,000	909,422	9,422
CDA REIMBURSEMENT	25,000	36,246	11,246
STATE GRANT	45,000	33,960	(11,040)
OTHER LOCAL REVENUE			
Cable franchise fees	75,000	105,600	30,600
Charge for services	6,000	12,454	6,454
Charge for services - building fund	12,000	12,000	
Charge for services - telephone	4,000	4,897	897
Charge for service - lake boards	1,300	3,207	1,907
Board of appeals	7,000	5,810	(1,190)
Plan review charges	75,000	77,486	2,486
Phase II project	28,000	25,578	(2,422)
West Nile virus		1,682	1,682
Cemetery lots	1,000	1,950	950
Native plant CD	50	13	(37)
Civil infractions	100	975	875
Interest and dividends	32,000	106,852	74,852
Contribution - road improvements	8,000	10,675	2,675
Right-of-Way fee	8,000	11,326	3,326
Miscellaneous	2,000	5,112	3,112
Sundry receipts	3,000	2,730	(270)
Lighting special assessment	1,000	1,025	25
No Haz Program		410	410
Election reimbursement	1,000	1,601	601
Gravel co-share	2,200	2,400	200
Coffee fund		221	221
Total other local revenues	266,650	394,004	127,354
DISTRICT COURTS	28,000	36,693	8,693
CIVIC CENTER			
Interest - Civic Center	12,000	22,991	10,991
Charge for service - rent and facility	22,000	23,802	1,802
Total Civic Center	34,000	46,793	12,793
Total revenues	\$ 1,942,650	\$ 2,119,974	\$ 177,324

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
TRUSTEES			
Salaries	\$ 14,000	\$ 12,500	\$ 1,500
Payroll taxes	1,100	956	144
Life insurance	250	156	94
Conferences	1,500		1,500
Total trustees	16,850	13,612	3,238
SUPERVISOR			
Supervisor's salary	63,800	63,800	
Administrative assistant	31,000	31,012	(12)
Payroll taxes	7,300	7,219	81
Retirement	7,100	7,111	(11)
Life/disability insurance	1,750	1,090	660
Hospitalization	28,000	25,883	2,117
Office supplies	200	63	137
Conferences - dues	500	160	340
Mileage	500	332	168
Total supervisor	140,150	136,670	3,480
ELECTIONS			
Salaries	15,500	14,116	1,384
Payroll taxes	200	11	189
Office supplies	3,000	872	2,128
Postage	3,500	1,204	2,296
Contractual services	700	1,383	(683)
Equipment and supplies	46,000	36,206	9,794
Meetings	1,900	144	1,756
Mileage	200	231	(31)
Maintenance/licensing	2,700	545	2,155
Printing and Publishing	750	260	490
Total elections	74,450	54,972	19,478
ASSESSOR			
Chief assessor salary	50,000	50,000	
Assistant assessor	37,000	37,000	
Appraiser I	3,300		3,300
Clerk	25,100	25,100	
Payroll taxes	9,800	8,465	1,335
Retirement	9,600	8,407	1,193
Life/disability insurance	1,900	1,349	551
Hospitalization	42,000	38,350	3,650
Office supplies	1,500	206	1,294
Postage	2,500	2,618	(118)
Computer consultants	1,200	2,855	(1,655)
Conferences	2,000	1,230	770
Mileage	2,000	461	1,539
Printing and publishing	300	150	150
Total assessor	188,200	176,191	12,009

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
CLERK			
Clerk's salary	54,700	54,700	
Deputy clerk salary	34,000	34,000	
Clerical-voter registration	30,000	30,100	(100)
Clerical	25,900	25,900	
Payroll taxes	11,200	11,034	166
Retirement	10,900	10,853	47
Life/disability insurance	2,000	1,740	260
Hospitalization	42,000	38,824	3,176
Office supplies	2,000	1,445	555
Computer consultants	2,500	1,905	595
Conferences	500	210	290
Mileage	500	18	482
Total clerk	216,200	210,729	5,471
BOARD OF REVIEW			
Salaries	2,000	1,800	200
Payroll taxes	150	138	12
Conferences	100		100
Printing and publication	100		100
Total board of review	2,350	1,938	412
TREASURER			
Treasurer's salary	54,700	54,700	
Deputy treasurer	33,100	33,100	
Clerical – part time	10,000	6,111	3,889
Clerical	27,600	27,600	
Payroll taxes	9,650	9,272	378
Retirement	9,000	8,448	552
Life/disability insurance	1,450	1,392	58
Hospitalization	3,000	3,009	(9)
Office supplies	1,000	904	96
Postage	7,000	5,586	1,414
License and support	4,200	4,062	138
Conferences	500	170	330
Mileage	800	119	681
Total treasurer	162,000	154,473	7,527
CEMETERY			
Supplies	200		200
Software	750	718	32
Repairs and maintenance	7,550	6,871	679
Anderson cemetery donation	3,000	3,000	
Total cemetery	11,500	10,589	911

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
WEB SITE			
Personnel	3,000	1,823	1,177
Social security	250	135	115
Supplies	500		500
Consultants	1,500	234	1,266
Web host	500	370	130
Miscellaneous	100		100
Software	500		500
Total web site	6,350	2,562	3,788
GENERAL SERVICES			
Office supplies	6,500	4,555	1,945
Operating supplies	2,000	1,420	580
Native plants CD supplies	50		50
Postage	7,000	6,914	86
Accounting and auditing	19,000	18,300	700
Recording secretary services	3,000	2,828	172
Attorney fees	46,500	36,415	10,085
Computer service	11,000	8,780	2,220
Computer license and support	3,000	1,958	1,042
Community development expense	15,000	18,009	(3,009)
Dues and subscriptions	7,500	8,891	(1,391)
Telephone	15,000	14,559	441
Mileage	200	150	50
Cleanup - fall and spring	12,000	13,299	(1,299)
No Haz expense	10,000	3,463	6,537
Youth activities	7,000	7,000	
Printing and publishing	6,000	5,562	438
Insurance and bonds	40,000	35,882	4,118
Repair and maintenance	5,000	2,573	2,427
Refund	1,000	600	400
Miscellaneous	1,000	590	410
Computer equipment	5,000	5,344	(344)
Phase II	1,000	22	978
Total general services	223,750	197,114	26,636
CIVIC CENTER OPERATIONS			
Maintenance pay	1,000		1,000
Social security	250		250
Maintenance supplies	5,000	1,929	3,071
Equipment under \$10,000	2,000	302	1,698
Contract services/building management	16,000	15,230	770
Consultants	12,000	13,789	(1,789)
Custodial services	27,500	33,065	(5,565)
Snow removal	7,500	4,562	2,938
Lawn & grounds keeping	8,500	6,569	1,931
Insurance and bond	8,000	3,976	4,024
Electric	30,000	16,278	13,722
Heat	40,000	17,975	22,025
Repair and maintenance	30,000	29,676	324
Miscellaneous	500	166	334
Total civic center operations	188,250	143,517	44,733

CHARTER TOWNSHIP OF SPRINGFIELD
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
PLANNING COMMISSION			
Salaries	10,000	6,515	3,485
Payroll taxes	800	498	302
Recording secretary services	3,800	2,291	1,509
Conferences	2,000	642	1,358
Printing and publishing	2,000	2,420	(420)
Total planning commission	18,600	12,366	6,234
PLANNING COORDINATOR MESC	8,000	7,462	538
ZONING BOARD OF APPEALS			
Salaries	3,200	1,840	1,360
Payroll taxes	250	141	109
Recording secretary	750	488	262
Conferences	350		350
Printing and publishing	500	400	100
Total zoning board of appeals	5,050	2,869	2,181
CONSULTANTS			
Engineers	2,000	2,742	(742)
Planner	18,000	16,591	1,409
Plan review fees	53,000	50,923	2,077
Contract services	2,000		2,000
Phase II project	32,000	30,558	1,442
Total consultants	107,000	100,814	6,186
PUBLIC WORKS			
Road matching	49,300	32,385	16,915
Chloride	49,500	52,499	(2,999)
Graveling	41,700	54,000	(12,300)
Streetlighting	20,000	20,858	(858)
Tornado sirens	13,200	13,112	88
Miscellaneous	500	286	214
Metro Act projects	15,500	15,500	
County/Ellis Barn	9,300	9,280	20
Total public works	199,000	197,920	1,080
CAPITAL OUTLAY	240,000	227,098	12,902
TAX TRIBUNAL	1,000	311	689
Total expenditures	\$ 1,808,700	\$ 1,651,207	\$ 157,493

FIRE
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
FIRE FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 1,544,912
Taxes receivable	486,283
Due from other funds	77,754
Accrued receivable - fire runs	<u>34,630</u>

Total assets		<u>\$ 2,143,579</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 3,599
Deferred revenue	<u>604,194</u>

Total liabilities		\$ 607,793
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FUND BALANCE

Reserved - Buildings	307,182
Unreserved	<u>1,228,604</u>

Total fund balance		<u>1,535,786</u>
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Total liabilities and fund balance		<u>\$ 2,143,579</u>
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CHARTER TOWNSHIP OF SPRINGFIELD
FIRE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 537,000	\$ 564,767	\$ 27,767
FEMA Grant	175,300		(175,300)
Court collection fees	500	825	325
Charges for services - building department	1,000		(1,000)
Fire runs	24,000	46,246	22,246
Civil infractions	300	225	(75)
Interest	20,000	66,199	46,199
Transport	2,000		(2,000)
Miscellaneous	100	655	555
Rent	10,000	10,620	620
Total revenues	770,200	689,537	(80,663)
EXPENDITURES			
Buildings and grounds	32,500	27,336	5,164
Station #3 site	3,000	1,386	1,614
Capital outlay	1,165,000	33,828	1,131,172
Personnel	337,250	303,736	33,514
General expenses	74,400	70,980	3,420
Equipment	59,400	39,212	20,188
Fund reserves	3,000		3,000
Tax tribunal	2,000	280	1,720
Total expenditures	1,676,550	476,758	1,199,792
Excess (Deficiency) of revenues over (under) expenditures	(906,350)	212,779	1,119,129
OTHER FINANCING SOURCES (USES)			
Appropriation of prior year fund balance	332,350		(332,350)
Bond proceeds	500,000		(500,000)
Transfers in	75,000	105,600	30,600
Total other financing sources (uses)	907,350	105,600	(801,750)
Net change in fund balance	1,000	318,379	317,379
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	1,217,407	1,217,407	
PRIOR PERIOD ADJUSTMENT			
Budget appropriations	(332,350)		332,350
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	885,057	1,217,407	332,350
FUND BALANCE DECEMBER 31, 2006	\$ 886,057	\$ 1,535,786	\$ 649,729

CHARTER TOWNSHIP OF SPRINGFIELD
FIRE FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
BUILDING AND GROUNDS			
Operating supplies	\$ 1,100	\$ 834	\$ 266
Custodian	200		200
Electric	4,200	4,414	(214)
Heat	7,000	5,548	1,452
Repairs and maintenance	20,000	16,540	3,460
Total building and grounds	32,500	27,336	5,164
STATION #3 SITE			
Electric	400		400
Heat	600		600
Repairs and maintenance	2,000	1,386	614
Total Station #3 site	3,000	1,386	1,614
CAPITAL OUTLAY			
Equipment	215,000		215,000
Buildings and grounds	950,000	33,828	916,172
Total capital outlay	1,165,000	33,828	1,131,172
PERSONNEL			
Salaries	113,000	88,378	24,622
Chief and assistant	54,000	53,600	400
Clerical	19,800	17,572	2,228
Day time firefighters	72,000	68,000	4,000
Education/training	14,500	15,100	(600)
Medical	500	288	212
Payroll taxes	21,000	18,230	2,770
Retirement	8,700	8,764	(64)
Life insurance	1,000	548	452
Hospitalization	25,000	28,208	(3,208)
Disability insurance	750	879	(129)
Tuition and training	5,000	1,146	3,854
Conference dues	1,000	3,000	(2,000)
Mileage	1,000	23	977
Total personnel	337,250	303,736	33,514

CHARTER TOWNSHIP OF SPRINGFIELD
FIRE FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL EXPENSES			
Office supplies	1,200	1,293	(93)
Operating supplies	1,500	811	689
Educations supplies	500		500
Fire prevention	1,500	1,230	270
No Haz-contract services	3,000		3,000
Attorney fees	500	252	248
Court fees	2,000	1,082	918
Dues and subscription	300	290	10
Telephone	4,000	4,398	(398)
Dispatch	15,600	15,450	150
Printing and publishing	300	232	68
Insurance and bond	38,500	39,560	(1,060)
Office repairs and maintenance	500		500
Miscellaneous	1,000	698	302
Refund	4,000	5,684	(1,684)
Total general expenses	74,400	70,980	3,420
EQUIPMENT			
Equipment under \$10,000	17,000	2,728	14,272
Personnel supplies	2,500	563	1,937
Medical supplies	2,200	1,665	535
Radio maintenance	3,000	1,729	1,271
Gas and oil	5,000	9,008	(4,008)
Truck repairs and maintenance	15,000	12,732	2,268
Equipment maintenance	5,000	4,968	32
Miscellaneous	2,500	156	2,344
Turn out gear	7,200	5,663	1,537
Total equipment	59,400	39,212	20,188
FUND RESERVES			
Contingency	3,000		3,000
TAX TRIBUNAL	2,000	280	1,720
Total expenditures	<u>\$ 1,676,550</u>	<u>\$ 476,758</u>	<u>\$ 1,199,792</u>

POLICE
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
POLICE FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 664,126
Taxes receivable	1,119,680
Due from other funds	<u>110,552</u>

Total assets		<u>\$ 1,894,358</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 111,985
Deferred revenue	<u>1,391,176</u>

Total liabilities		\$ 1,503,161
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FUND BALANCE

	<u>391,197</u>
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Total liabilities and fund balance		<u>\$ 1,894,358</u>
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CHARTER TOWNSHIP OF SPRINGFIELD
POLICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 1,200,000	\$ 1,300,307	\$ 100,307
Liquor license fees	5,000	6,008	1,008
Interest	15,000	44,146	29,146
Mini contracts	11,000	5,130	(5,870)
Fine and forfeits		2,284	2,284
Total revenues	<u>1,231,000</u>	<u>1,357,875</u>	<u>126,875</u>
EXPENDITURES			
Contracted services	1,336,300	1,336,282	18
Mini contracts	11,000	4,997	6,003
Repairs and maintenance	10,000	8,000	2,000
Refund		642	(642)
Miscellaneous	<u>1,000</u>	<u>2,393</u>	<u>(1,393)</u>
Total expenditures	<u>1,358,300</u>	<u>1,352,314</u>	<u>5,986</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(127,300)</u>	<u>5,561</u>	<u>132,861</u>
OTHER FINANCING SOURCES (USES)			
Appropriation of prior year fund balance	<u>127,300</u>		<u>(127,300)</u>
Total other financing sources (uses)	<u>127,300</u>		<u>(127,300)</u>
Net change in fund balance		<u>5,561</u>	<u>5,561</u>
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	385,636	385,636	
PRIOR PERIOD ADJUSTMENT			
Budget appropriations	<u>(127,300)</u>		<u>127,300</u>
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	\$ 258,336	385,636	127,300
FUND BALANCE DECEMBER 31, 2006	\$ 258,336	\$ 391,197	\$ 132,861

PARKS
AND
RECREATION
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
PARKS AND RECREATION FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 176,499
Accounts receivable - other	7,453
Due from other funds	<u>4,623</u>

Total assets		<u>\$ 188,575</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 9,798
Deferred revenue	<u>888</u>

Total liabilities		\$ 10,686
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FUND BALANCE

	<u>177,889</u>
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Total liabilities and fund balance		<u>\$ 188,575</u>
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CHARTER TOWNSHIP OF SPRINGFIELD
PARKS AND RECREATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
CDA reimbursement	\$ 6,300	\$ 6,301	\$ 1
Fees for services	50,280	48,535	(1,745)
Maintenance services	15,000	10,335	(4,665)
Equipment usage fee	5,000	3,610	(1,390)
Interest income	2,000	3,211	1,211
Pavilion rent	1,700	2,480	780
Ticket sales	10,000	8,214	(1,786)
Contributions	14,000	13,614	(386)
Miscellaneous	500	30	(470)
Civil infractions		150	150
Contributions other	4,350	4,350	
Community room rent	9,000	8,660	(340)
Reimburse from cable	4,000	3,578	(422)
Community room-non profit	3,000	4,907	1,907
Community build project	<u>30,000</u>		<u>(30,000)</u>
Total revenues	<u>155,130</u>	<u>117,975</u>	<u>(37,155)</u>
EXPENDITURES			
Personnel	324,523	272,287	52,236
Operating	62,750	52,885	9,865
Utilities	13,000	10,294	2,706
Repairs and maintenance	18,900	15,084	3,816
Other expenses	58,600	45,243	13,357
Supplies and equipment	15,500	10,253	5,247
Capital outlay	<u>30,000</u>		<u>30,000</u>
Total expenditures	<u>523,273</u>	<u>406,046</u>	<u>117,227</u>
Excess (Deficiency)of revenues over (under) expenditures	<u>(368,143)</u>	<u>(288,071)</u>	<u>80,072</u>
OTHER FINANCING SOURCES			
Appropriation of prior year fund balance	22,533		(22,533)
Transfers in	360,000	360,000	
Transfers (out)	<u>(14,390)</u>	<u>(14,390)</u>	
Total other financing sources	<u>368,143</u>	<u>345,610</u>	<u>(22,533)</u>
Net change in Fund Balance	<u></u>	<u>57,539</u>	<u>57,539</u>
FUND BALANCE, JANUARY 1, 2006	120,350	120,350	
PRIOR PERIOD ADJUSTMENT			
Budget appropriation	<u>(22,533)</u>		<u>22,533</u>
FUND BALANCE, DECEMBER 31, 2006 AFTER PRIOR PERIOD ADJUSTMENT	<u>97,817</u>	<u>120,350</u>	<u>22,533</u>
FUND BALANCE, DECEMBER 31,2006	<u>\$ 97,817</u>	<u>\$ 177,889</u>	<u>\$ 80,072</u>

CHARTER TOWNSHIP OF SPRINGFIELD
PARKS AND RECREATION FUND
STATEMENT OF EXPENDITURES – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
EXPENDITURES			
Personnel			
Salaries	\$ 244,135	\$ 206,858	\$ 37,277
Payroll taxes	18,677	15,662	3,015
Retirement	10,966	9,718	1,248
Life/disability insurance	1,660	1,622	38
Hospitalization	27,575	21,609	5,966
Mileage	1,500	873	627
Recording secretary	2,000	730	1,270
Cable service	4,000	3,578	422
Instructor	12,010	10,045	1,965
Conference, dues	<u>2,000</u>	<u>1,592</u>	<u>408</u>
Total personnel	<u>324,523</u>	<u>272,287</u>	<u>52,236</u>
Operating			
Office supplies	2,800	2,777	23
Operating supply	11,100	6,520	4,580
Special events	4,200	2,601	1,599
Community center	2,700	2,684	16
Legal fees	1,200	795	405
Gas and oil	1,500	2,051	(551)
Tickets	10,000	8,143	1,857
Community promotion	4,250	2,673	1,577
Printing and publishing	15,000	12,647	2,353
Insurance and bonds	<u>10,000</u>	<u>11,994</u>	<u>(1,994)</u>
Total operating	<u>62,750</u>	<u>52,885</u>	<u>9,865</u>
Utilities			
Telephone			
Electric	4,000	2,700	1,300
Heat	6,000	5,149	851
	<u>3,000</u>	<u>2,445</u>	<u>555</u>
Total utilities	<u>13,000</u>	<u>10,294</u>	<u>2,706</u>
Repairs and maintenance			
Community center	1,200	1,597	(397)
Parks	15,200	10,921	4,279
Equipment	<u>2,500</u>	<u>2,566</u>	<u>(66)</u>
Total repairs and maintenance	<u>18,900</u>	<u>15,084</u>	<u>3,816</u>
Other Expenses			
Youth activities	17,450	17,109	341
Senior citizen programs	8,000	4,319	3,681
Contractual service	32,900	23,697	9,203
Miscellaneous	<u>250</u>	<u>118</u>	<u>132</u>
Total other expenses	<u>58,600</u>	<u>45,243</u>	<u>13,357</u>
CAPITAL OUTLAY	<u>30,000</u>	<u> </u>	<u>30,000</u>
SUPPLIES AND EQUIPMENT	<u>15,500</u>	<u>10,253</u>	<u>5,247</u>
Total expenditures	<u>\$ 523,273</u>	<u>\$ 406,046</u>	<u>\$ 117,227</u>

CEMETERY
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
CEMETERY FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents

\$ 34,545

FUND BALANCE

FUND BALANCE

\$ 34,545

CHARTER TOWNSHIP OF SPRINGFIELD
CEMETERY FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$ 100	\$ 1,376	\$ 1,276
Sale of cemetery lots	<u>500</u>	<u>1,950</u>	<u>1,450</u>
Total revenues	600	3,326	2,726
EXPENDITURES			
Excess (Deficiency) of revenues over (under) expenditures	600	3,326	2,726
FUND BALANCE, JANUARY 1 2006	<u>31,219</u>	<u>31,219</u>	
FUND BALANCE, DECEMBER 31, 2006	<u>\$ 31,819</u>	<u>\$ 34,545</u>	<u>\$ 2,726</u>

SOFTWATER
LAKE
IMPROVEMENT
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
 SOFTWATER LAKE IMPROVEMENT FUND
 BALANCE SHEET
 DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$	13,554
Special assessment receivable		11,814
Due from other funds		265
		265

Total assets		\$ 25,633
		25,633

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$	1,948
Deferred revenue		14,602
		14,602

Total liabilities		\$ 16,550
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FUND BALANCE

		9,083
		9,083

Total liabilities and fund balance		\$ 25,633
		25,633

CHARTER TOWNSHIP OF SPRINGFIELD
 SOFTWATER LAKE IMPROVEMENT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Special assessments	\$ 15,000	\$ 9,734	\$ (5,266)
Interest	<u> </u>	<u>669</u>	<u>669</u>
Total revenues	15,000	10,403	(4,597)
EXPENDITURES			
Contractual services	<u>15,000</u>	<u>12,933</u>	<u>2,067</u>
Excess (Deficiency) of revenues over (under) expenditures		(2,530)	(2,530)
FUND BALANCE, JANUARY 1, 2006	<u>11,613</u>	<u>11,613</u>	<u> </u>
FUND BALANCE, DECEMBER 31, 2006	<u><u>\$ 11,613</u></u>	<u><u>\$ 9,083</u></u>	<u><u>\$ (2,530)</u></u>

CABLE TELEVISION
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
CABLE TELEVISION FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents
Fees receivable

\$ 181,816
11,330

Total assets

\$ 193,146

LIABILITIES AND FUND BALANCE

LIABILITIES

Due to other funds

\$ 2,422

FUND BALANCE

190,724

Total liabilities and fund balance

\$ 193,146

CHARTER TOWNSHIP OF SPRINGFIELD
CABLE TELEVISION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Fees	\$ 24,000	\$ 40,229	\$ 16,229
Interest	<u>2,000</u>	<u>6,933</u>	<u>4,933</u>
Total revenues	<u>26,000</u>	<u>47,162</u>	<u>21,162</u>
EXPENDITURES			
Supplies	5,700		5,700
Salary	7,500	2,033	5,467
Payroll taxes	600	151	449
Consultants	3,500	3,578	(78)
Attorney fees		46	(46)
Telephone	100	22	78
Office rent	3,600	3,282	318
Parks and recreation	4,000		4,000
Miscellaneous	<u>1,000</u>	<u> </u>	<u>1,000</u>
Total expenditures	<u>26,000</u>	<u>9,112</u>	<u>16,888</u>
Excess (Deficiency) of revenues over (under) expenditures		38,050	38,050
FUND BALANCE, JANUARY 1, 2006	<u>152,674</u>	<u>152,674</u>	<u> </u>
FUND BALANCE, DECEMBER 31, 2006	<u>\$ 152,674</u>	<u>\$ 190,724</u>	<u>\$ 38,050</u>

BUILDING
DEPARTMENT
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
BUILDING DEPARTMENT FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents

\$ 12,638

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable

\$ 5,835

Due to other funds

34,646

Total liabilities

\$ 40,481

FUND BALANCE (DEFICIT)

(27,843)

Total liabilities and fund balance (deficit)

\$ 12,638

CHARTER TOWNSHIP OF SPRINGFIELD
BUILDING DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Filing fees	\$ 2,800	\$ 3,910	\$ 1,110
Building permits	81,100	84,827	3,727
Electrical permits	30,300	25,281	(5,019)
Plumbing permits	15,000	14,366	(634)
Mechanical permits	22,500	24,790	2,290
Plan review fees	6,000	5,203	(797)
Interest	1,000	1,326	326
Miscellaneous income	300	257	(43)
Escrow administration	<u>2,100</u>	<u>2,100</u>	<u></u>
Total revenues	<u>161,100</u>	<u>162,060</u>	<u>960</u>
EXPENDITURES			
Personnel			
Building inspector	39,000	28,950	10,050
Building director	54,000	54,000	
Building coordinator	2,100	2,118	(18)
Clerical – part time	20,000	20,337	(337)
Ordinance officer	21,000	21,284	(284)
Payroll taxes	10,200	9,646	554
Retirement	4,000	4,211	(211)
Life/disability insurance	950	839	111
Hospitalization	16,000	13,110	2,890
Conferences - dues	1,500	1,525	(25)
Mileage	2,900	2,807	93
Refunds		72	(72)
MESC	<u></u>	<u>2,656</u>	<u>(2,656)</u>
Total personnel	<u>171,650</u>	<u>161,555</u>	<u>10,095</u>
Contract services			
Electrical inspector	19,500	18,787	713
Plumbing inspector	12,400	11,886	514
Mechanical inspector	16,300	16,599	(299)
Substitute inspector	<u>2,400</u>	<u>1,410</u>	<u>990</u>
Total contracted services	<u>50,600</u>	<u>48,682</u>	<u>1,918</u>

CHARTER TOWNSHIP OF SPRINGFIELD
BUILDING DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Operating expenditures			
Office supplies	\$ 5,600	\$ 5,574	\$ 26
Operating supplies	500	323	177
Telephone	3,500	2,758	742
Gas and oil	2,500	2,666	(166)
Computer equipment	200	153	47
Software and support	500	560	(60)
Insurance and bonds	6,000	5,675	325
Printing and Publishing		51	(51)
Facility operation and maintenance		300	(300)
Rent	19,100	19,080	20
Miscellaneous	<u>100</u>		<u>100</u>
Total operating expenditures	<u>38,000</u>	<u>37,140</u>	<u>860</u>
Support and service			
Accounting and payroll	6,000	7,200	(1,200)
Legal	<u>4,000</u>	<u>2,496</u>	<u>1,504</u>
Total support and service	<u>10,000</u>	<u>9,696</u>	<u>304</u>
Total expenditures	<u>270,250</u>	<u>257,073</u>	<u>13,177</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(109,150)</u>	<u>(95,013)</u>	<u>14,137</u>
OTHER FINANCING SOURCES (USES)			
Appropriation of prior year fund balance	50,000		(50,000)
Transfers in	<u>10,000</u>	<u>11,623</u>	<u>1,623</u>
Total other financings sources (uses)	<u>60,000</u>	<u>11,623</u>	<u>(48,377)</u>
Net change in fund balance	<u>(49,150)</u>	<u>(83,390)</u>	<u>(34,240)</u>
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	55,547	55,547	
PRIOR PERIOD ADJUSTMENT			
Budget appropriation	<u>(50,000)</u>		<u>50,000</u>
FUND BALANCE, DECEMBER 31, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	<u>5,547</u>	<u>55,547</u>	<u>50,000</u>
FUND BALANCE, DECEMBER 31, 2006 (DEFICIT)	<u>\$ (43,603)</u>	<u>\$ (27,843)</u>	<u>\$ 15,760</u>

LIBRARY
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
LIBRARY FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 99,073
Taxes receivable	500,076
Due from other funds	<u>49,375</u>

Total assets		<u>\$ 648,524</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 1,903
Deferred revenue	621,332
Due to other funds	<u>3,500</u>

Total liabilities		\$ 626,735
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FUND BALANCE

	<u>21,789</u>
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Total liabilities and fund balance		<u>\$ 648,524</u>
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CHARTER TOWNSHIP OF SPRINGFIELD
LIBRARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 262,000	\$ 264,245	\$ 2,245
State aid	9,630	9,634	4
State revenue sharing	645	647	2
Penal fines - state	20,860	20,864	4
CDBG reimbursement	11,310	9,000	(2,310)
Overdue fines	13,000	14,349	1,349
Interest	4,000	5,479	1,479
Contract fees	1,500	1,850	350
Miscellaneous		96	96
Contributions	3,000	5,066	2,066
Total revenues	325,945	331,230	5,285
EXPENDITURES			
Personnel			
Library director	58,500	58,500	
Librarian I	36,100	36,100	
Librarian II	15,000	14,934	66
Library tech	13,000	12,155	845
Circulation head	20,050	20,050	
Library assistant I	10,100	9,592	508
Library assistant II	9,500	8,951	549
Library assistant III	7,800	7,610	190
Library assistant IV	4,695	5,298	(603)
Library assistant V	17,000	17,000	
Student assistant I	2,000	1,492	508
Payroll taxes	15,000	14,904	96
Retirement	9,625	9,874	(249)
Life/disability insurance	1,500	1,572	(72)
Hospitalization	20,000	19,755	245
Mileage	500	284	216
Total personnel	240,370	238,071	2,299
Operating expenditures			
Office supplies	8,000	7,291	709
Equipment under \$10,000	3,500	2,969	531
Operating supplies	4,000	3,333	667
Professional service	250	627	(377)
Shared automations system	28,000	26,484	1,516
Conferences - due	2,000	1,917	83
Telephone	500	1,550	(1,050)
Printing and publishing	500	1,711	(1,211)
Total operating expenditures	46,750	45,882	868
Utilities			
Insurance and bonds	3,000	3,852	(852)
Repairs and maintenance	500	412	88
Miscellaneous	1,500	512	988
Total utilities	5,000	4,776	224

CHARTER TOWNSHIP OF SPRINGFIELD
LIBRARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (continued)
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Collections			
Books	45,000	44,505	495
Subscriptions	3,250	3,252	(2)
CDBG expense	<u>11,310</u>	<u>9,010</u>	<u>2,300</u>
Total collections	<u>59,560</u>	<u>56,767</u>	<u>2,793</u>
CONTINGENCY	<u>1,000</u>		<u>1,000</u>
TAX TRIBUNAL	<u>250</u>	<u>132</u>	<u>118</u>
Total expenditures	<u>352,930</u>	<u>345,628</u>	<u>7,302</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(26,985)</u>	<u>(14,398)</u>	<u>12,587</u>
OTHER FINANCING SOURCES			
Appropriation of prior year fund balance	20,000		(20,000)
Transfer in	<u>15,000</u>	<u>15,000</u>	
Total other financing sources (uses)	<u>35,000</u>	<u>15,000</u>	<u>(20,000)</u>
Net change in fund balance	<u>8,015</u>	<u>602</u>	<u>(7,413)</u>
FUND BALANCE JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENT	21,187	21,187	
PRIOR PERIOD ADJUSTMENT – Budget appropriation	<u>(20,000)</u>		<u>20,000</u>
FUND BALANCE JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENT	<u>1,187</u>	<u>21,187</u>	<u>20,000</u>
FUND BALANCE DECEMBER 31, 2006	<u>\$ 9,202</u>	<u>\$ 21,789</u>	<u>\$ 12,587</u>

LAKE BOARDS
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
LAKE BOARDS FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$	200,854
Special assessment receivable		366,065
Due from other funds		<u>22,609</u>

Total assets		\$ <u><u>589,528</u></u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$	4,366
Deferred revenue		<u>425,802</u>

Total liabilities		\$ 430,168
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FUND BALANCE

		<u>159,360</u>
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Total liabilities and fund balance		\$ <u><u>589,528</u></u>
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CHARTER TOWNSHIP OF SPRINGFIELD
LAKE BOARDS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$	\$ 9,068	\$ 9,068
Interest special assessment		12,056	12,056
Revenue – Big Lake	40,000	64,655	24,655
Revenue – Dixie Lake	30,000	44,000	14,000
Revenue – Susin Lake	20,000	16,325	(3,675)
Revenue – Waumegah Lake weed	20,000	23,000	3,000
Revenue – Waumegah Lake berm and well	120,000	41,197	(78,803)
Revenue - Waumegah legal	15,000	17,938	2,938
Revenue - Boat - Launch fees		<u>200</u>	<u>200</u>
Total revenues	<u>245,000</u>	<u>228,439</u>	<u>(16,561)</u>
EXPENDITURES			
Contractual services – Big Lake	40,000	41,417	(1,417)
Contractual services – Dixie Lake	30,000	43,908	(13,908)
Contractual services – Susin Lake	20,000	9,950	10,050
Contractual services – Waumegah weed	20,000	24,103	(4,103)
Contractual services – Waumegah berm	120,000	14,733	105,267
Contractual services - Waumegah legal	15,000	11,731	3,269
Waumegah Lake loan principle		16,668	(16,668)
Waumegah Lake loan interest		2,090	(2,090)
		<u>2,951</u>	<u>(2,951)</u>
Total expenditures	<u>245,000</u>	<u>167,551</u>	<u>77,449</u>
Excess (Deficiency) of revenues over (under) expenditures		60,888	60,888
FUND BALANCE, JANUARY 1, 2006	<u>98,472</u>	<u>98,472</u>	
FUND BALANCE, DECEMBER 31, 2006	<u>\$ 98,472</u>	<u>\$ 159,360</u>	<u>\$ 60,888</u>

SHIAWASSEE
BASIN
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
SHIAWASSEE BASIN FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents
Accounts receivable

\$ 55,950
700

Total assets

\$ 56,650

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable
Due to other funds

\$ 6,027
2,200

Total liabilities

\$ 8,227

FUND BALANCE

48,423

Total liabilities and fund balance

\$ 56,650

CHARTER TOWNSHIP OF SPRINGFIELD
SHIAWASSEE BASIN FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$ 200	\$ 1,887	\$ 1,687
Rents	8,600	8,530	(70)
Field use	260	190	(70)
Contributions	6,100	6,416	316
Programs	2,725	2,386	(339)
Total revenues	17,885	19,409	1,524
EXPENDITURES			
General services			
Contractual services	23,000	18,825	4,175
Maintenance reimbursement	15,000	8,179	6,821
Insurance	9,000	1,169	7,831
Utilities	2,000	1,753	247
Repairs and maintenance	2,000	3,613	(1,613)
Projects under \$10,000	20,500	11,315	9,185
Miscellaneous	250		250
Equipment usage	5,000	3,610	1,390
Operate Multi purpose building	3,775	2,836	939
Total general services	80,525	51,300	29,225
Programs	1,250	1,085	165
Total expenditures	81,775	52,385	29,390
Excess (Deficiency) of revenues over (under) expenditures	(63,890)	(32,976)	30,914
OTHER FINANCING SOURCES (USES)			
Appropriation of prior year fund balance - general	9,500		(9,500)
Transfers in	54,390	54,390	
Total other financing sources (uses)	63,890	54,390	(9,500)
Net change in fund balance		21,414	21,414
FUND BALANCE, JANUARY 1, 2006 BEFORE PRIOR PERIOD ADJUSTMENTS	27,009	27,009	
PRIOR PERIOD ADJUSTMENT			
Budget appropriations	(9,500)		9,500
FUND BALANCE, JANUARY 1, 2006 AFTER PRIOR PERIOD ADJUSTMENTS	17,509	27,009	9,500
FUND BALANCE DECEMBER 31, 2006	\$ 17,509	\$ 48,423	\$ 30,914

CIVIC CENTER
DEBT SERVICE
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
CIVIC CENTER DEBT SERVICE FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents	\$ 44,695
Taxes receivable	305,935
Due from other funds	<u>30,206</u>

Total assets	<u>\$ 380,836</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES

Deferred revenue	\$ 380,117
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FUND BALANCE

<u>719</u>

Total liabilities and fund balance	<u>\$ 380,836</u>
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CHARTER TOWNSHIP OF SPRINGFIELD
CIVIC CENTER DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	\$ 394,000	\$ 395,000	\$ 1,000
Interest	8,000	8,282	282
Total revenues	402,000	403,282	1,282
EXPENDITURES			
Debt service			
Principal	170,000	170,000	
Advance refunding escrow	59,995	59,995	
Interest	197,000	196,814	186
Fees	2,600	872	1,728
Refunding bond issuance costs	47,265	47,265	
Total expenditures	476,860	474,946	1,914
Excess (Deficiency) of revenues over (under) expenditures	(74,860)	(71,664)	3,196
OTHER FINANCING SOURCES (USES)			
Bond proceeds	3,200,000	3,140,000	(60,000)
Payments to bond escrow agent	(3,092,740)	(3,092,735)	5
Total other financing sources (uses)	107,260	47,265	(59,995)
Net change in fund balance	32,400	(24,399)	(56,799)
FUND BALANCE, JANUARY 1, 2006	25,118	25,118	
FUND BALANCE DECEMBER 31, 2006	\$ 57,518	\$ 719	\$ (56,799)

BRIDGE LAKE
ROAD
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
BRIDGE LAKE ROAD FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents

\$ 83,063

FUND BALANCE

FUND BALANCE

\$ 83,063

CHARTER TOWNSHIP OF SPRINGFIELD
 BRIDGE LAKE ROAD FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Special assessment	\$ 13,000	\$ 9,381	\$ (3,619)
Special assessments - interest		136	136
Interest	2,000	3,429	1,429
Total revenues	15,000	12,946	(2,054)
EXPENDITURES	15,000		15,000
Excess (Deficiency) of revenues over (under) expenditures		12,946	12,946
FUND BALANCE, JANUARY 1, 2006	70,117	70,117	
FUND BALANCE DECEMBER 31, 2006	\$ 70,117	\$ 83,063	\$ 12,946

TRUST
AND
AGENCY
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
TRUST AND AGENCY FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS

Cash and cash equivalents

\$ 58,167

LIABILITIES

LIABILITIES

Due to other funds

\$ 4,134
54,033

Due to others - escrow deposits

\$ 58,167

Total liabilities

CURRENT TAX
COLLECTION
FUND

CHARTER TOWNSHIP OF SPRINGFIELD
CURRENT TAX COLLECTION FUND
BALANCE SHEET
DECEMBER 31, 2006

ASSETS

ASSETS
Cash

\$ 572,921

LIABILITIES

LIABILITIES
Due to other funds
Due to others

\$ 376,625
196,296

Total liabilities

\$ 572,921



PFEFFER ■ HANNIFORD ■ PALKA
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March 16, 2007

Charter Township of Springfield
Honorable Board of Trustees
12000 Davisburg Road
Davisburg, Michigan 48350

Dear Honorable Board of Trustees:

During our audit of the Charter Township of Springfield we came across the following matters that we would like to discuss with you as part of our audit presentation for the year ending December 31, 2006. As you know the audit included all funds of the Township. The audit also included the Library Fund which is shown as a separate component unit of the Township in the financial statements because they have a separate elected board and funding.

The matters which we would like to discuss with you are as follows:

1. Cash receipting is done in various areas of the Township such as the Building Department, Parks and Recreation and Fire Department. In most of these circumstances, the individuals receipting monies are also performing related functions such as billing, tracking receivables and issuing permits. Thus, there is a lack of segregation of duties.

Over the past two years' audits we have discussed with the Township's management our concern over the internal controls of cash receipting and segregation of duties. In our management letter for 2005 we gave to management a few suggestions which would at least help circumvent some of our concerns. Management did put some of our suggestions into force for 2006, thus helping circumvent some of our concerns.

However, we believe the comment needs to be made again for this year and following years (at least while we are the auditors) until the majority of receipting is done by the Treasurer's office.

We understand that management has their reasons for not changing its policy regarding receipting of monies. However, we believe management should at least try to have most receipting done by the Treasurer's department.

2. In the Trust and Agency Fund there is a balance related to security deposits for the Parks and Recreation Department which has approximately \$600 that can not be reconciled. This amount has been included in this balance for several years. Since the amount can not be traced back to anyone or anything we suggest it be transferred to the Parks and Recreation Fund.
3. The Township's Building Department Fund Balance went into a deficit position at the end of 2006. The Township's Board must compile a deficit elimination plan which needs to be approved by a Board resolution and sent to the State of Michigan Department of Treasury - Audit Division.

We would like to thank the Township officials and employees that assisted us during the audit process for their cooperation.

If you should have any questions, comments or concerns please do not hesitate to call us.

This report is intended solely for the information and use of the Board of Trustees and management of the Charter Township of Springfield and is not intended to be and should not be used by anyone other than the specified parties.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants



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March 16, 2007

Charter Township of Springfield
Honorable Library Members
12000 Davisburg Road
Davisburg, Michigan 48350

Dear Honorable Board of Trustees:

During our audit of the Charter Township of Springfield Library (which is included as a separate component unit of the Township's financial statements because of a separate elected commission and funding) we came across some items that we would like to discuss with you as part of our audit presentation.

1. The Library collects cash and checks from its customers on a daily basis. The collections are brought to the treasurer's office, more or less on a monthly basis. We recommend the collections be brought to the treasurer's office at least weekly. Internal controls are more effective when collections are deposited more often. This is a comment we made in the prior year.
2. While auditing the contributions revenue account, supporting documentation for two amounts could not be located. We suggest a separate file be maintained with supporting documentation for donations to the Library i.e. copies of checks, letters, etc. from the contributor; copies of Thank You letters from the Library to the contributor and any other pertinent documentation.
3. We noticed that all original receipts for charges are not being kept as supporting documentation for credit card statements. In the future all charges on the credit card statements should have supporting documents such as receipts.
4. While reviewing receipts from vendors we noticed the Library is paying sales tax. As part of a municipality the Library should not be paying sales tax. In the future the Library should inform the vendor the Library is tax exempt.

We would like to thank the Director and employees of the Library for their assistance during the audit process.

If you should have any questions, comments or concerns please do not hesitate to call us.

This report is intended solely for the information and use of the Library Board and management of the Charter Township of Springfield Library and is not intended to be and should not be used by anyone other than the specified parties.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants